



Bacău Municipality



Quarterly financial report at 30.06.2021



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General overview



General information

The city of Bacau, also named the “city of Bacovia”, is the seat of the county with the same name, in Moldavia, Romania. It is situated on the Bistrita River, which also has a hydroelectric plant that covers a part of the local energy consumption. The Municipality of Bacau is located in the North – East region of the country, in the Central – West part of Moldavia, at just 9.6 km upstream from the Siret – Bistrita confluence.

From an administrative point of view, it is adjoining with the Hemeius and Saucesti communes, in North, with the Letea Veche commune, in East and with the Luizi – Calugara, Magura and Margineni communes, in South.

The North – East region is a development region of Romania, created in 1998. As the other development regions, it has no administrative competence, its main functions being the coordination of the regional development projects and the absorption of the funds from the European Union.

The region’s economy is based mainly on agriculture (46% out of the total population has the agriculture as main occupation) besides heavy and light industry.

Source: <https://ro.wikipedia.org>;

Territorial administration	N-E Region	Bacau County	Bacau City
Territorial area (km ⁴) - YE2014	36,850	6,621	43
Green areas (km ²) - YE2019	3,276	806	428
Public sewerage system (km) - YE2019	4,881	1,032	377

Population (1 st January, 2020)	N-E Region	Bacau County	Bacau City
<i>Gender distribution</i>	3,999,777	738,454	197,475
<i>female</i>	2,003,392	373,656	103,600
<i>male</i>	1,996,385	364,798	93,875
<i>Distribution by age category</i>			
<i>0-19 years</i>	880,194	155,385	37,379
<i>20-59 years</i>	2,298,791	424,961	115,377
<i>60 years and above</i>	820,792	158,108	44,719
<i>Distribution by environment</i>			
<i>urban</i>	1,833,216	350,567	197,475
<i>rural</i>	2,166,561	387,887	-

Work Force (th persons)	N-E Region	Bacau County	Bacau City
Civil employment (YE2019)	1,144	202	-
Average employee number(YE2019)	583	112	65
Unemployment rate (YE 2020)	4.6%	5.4%	-

National economy

Annual GDP, current prices (seasonally adjusted) CAEN CODE Rev. 2	2017	RON 772,880 mil.
	2018	RON 855,421 mil.
	2019	RON 953,453 mil.
	2020	RON 957,424 mil.

Regional economy (2019)	N-E Region	Bacau County
Turnover of local businesses (mil. RON), out of which:	121,565	23,684
Trade	57,297	12,264
Manufacturing industry	28,243	5,311
Constructions	11,462	2,604
Transport and storage	7,592	1,002

Source: <http://statistici.inse.ro>

Infrastructure

European Corridor

The region is crossed by the 9th Pan – European Corridor (its railway network), which ties the North of Europe (Helsinki, Sankt Petersburg) to a series of important capitals in the East of Europe, to Romanian and to the Balkan countries, reaching the shores of the Aegean Sea. In the same time, there are projects for the constructions of a “Moldova” highway, which will follow the route of the Siret Corridor and will tie the 9th Pan – European Corridor to the Targu Mures – Iasi highway, near Targu Neamt.

Railway network

In what regards the railway network, the region is crossed by the most important railway thoroughfare of Moldavia, the line 500. The CFR Bacau station is in the same time a railway junction, as a result of the detachment of secondary line 609 on the Bacau – Bususi – Piatra Neamt – Bicz route. The railway thoroughfare 500 is included in the European railway network TEN – T.

Roads network

Regarding the roads network, the Bacau County is crossed by 8 national roads, the most important ones intersecting with the European road E 574.

Airline network

The “George Enescu” Airport in Bacau serves not only the Bacau County, but all the central and south part of Moldavia. The aerodrome exists in Bacau from the first decades of the 20th century

Source: *Bacau County Development Strategy: period 2014 - 2020*;

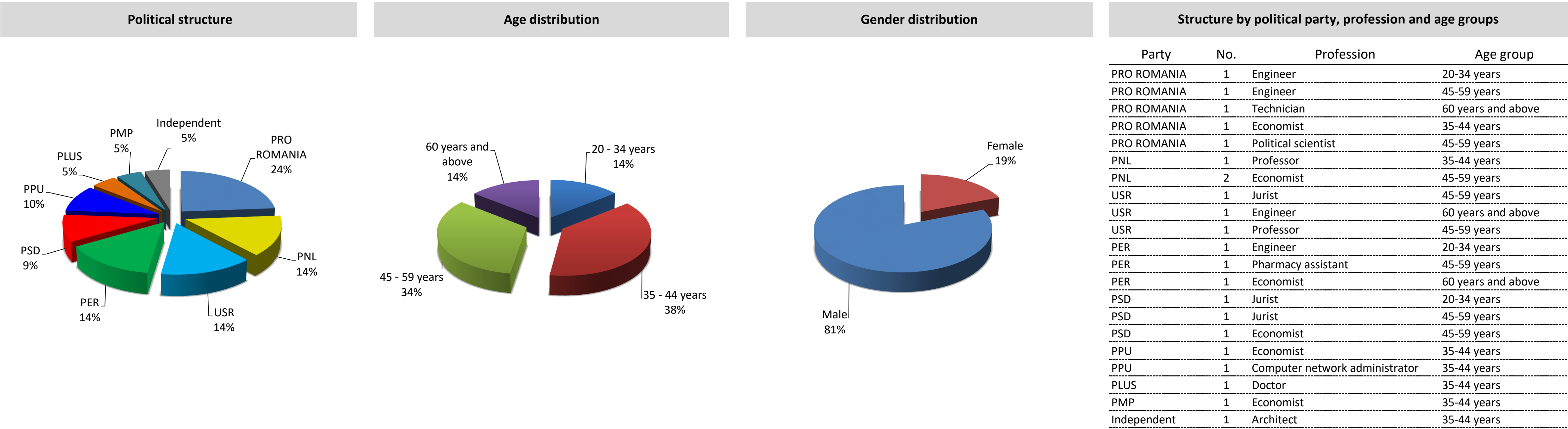
Ratios 30.06.2021*	Municipalities - county capitals						th RON
	Bacau	Botosani	Iasi	Piatra Neamt	Suceava	Vaslui	
TOTAL REVENUES (TR)	155,837	121,353	473,739	107,028	180,810	96,342	
Own revenues	137,960	88,415	393,557	89,386	127,154	62,844	
Own revenues/TR	88.5%	72.9%	83.1%	83.5%	70.3%	65.2%	
Quotas ans sums deducted from the income tax	65,021	47,510	232,052	47,871	67,155	34,476	
Sums deducted from VAT	12,664	25,662	60,739	13,983	25,579	32,397	
Subsidies	3,481	6,282	17,880	4,684	7,433	2,342	
Sums received from EU	1,670	1,994	29,529	1,820	20,260	2,130	
TOTAL EXPENDITURES (TE)	137,206	92,146	380,775	77,097	180,519	64,158	
Operational expenditures	113,213	81,073	306,133	53,069	131,920	52,485	
Operational expenditures/TE	82.5%	88.0%	80.4%	68.8%	73.1%	81.8%	
Investment espenditures, out of which	6,919	5,989	57,387	6,090	40,250	11,016	
Capital expenditures	4,787	4,090	20,641	3,658	12,033	7,334	
Non-refundable external funds	2,107	1,662	36,672	2,407	27,468	3,682	
Financial expenditures	17,074	5,083	17,255	17,938	8,349	657	
CURRENT RESULT (the result of the period)	18,631	29,207	92,964	29,932	291	32,184	
Capita, as of 01.01.2020	197,222	119,521	387,103	112,186	125,191	130,622	

Source: <https://forexepublic.mfinante.gov.ro/web/transparenta-bugetara/rapoarte-entitati-publice>

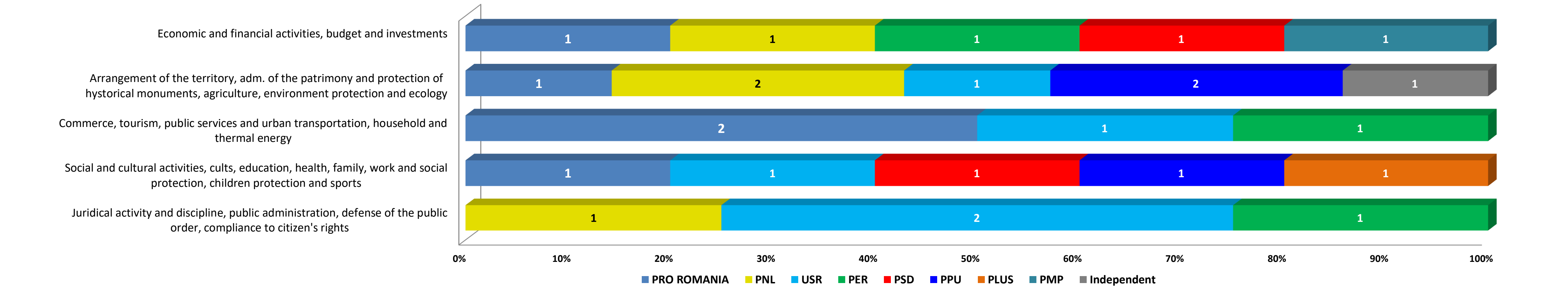


General overview

The Local Council of the Municipality of Bacau at December 31st, 2020



The Commissions of the Local Council of the Municipality of Bacau and their political structure



- Following the local elections from 2020, Mr. Lucian-Daniel Stanciu-Viziteu was elected as Mayor of the Bacau Municipality, representing USR-Uniunea Salvati Romania and being an engineer.
- The Deputy Mayors functions are held by Mr. Miroseanu Liviu-Alexandru, representing the National Liberal Party, being an engineer and Mr. Ghinghies Cristian, repreesenting PLUS-Partidului Libertate, Unitate si Solidaritate, manager of public organizations and services.
- Mr. Popovici Nicolae is the Secretary of the Municipality of Bacau, being a jurist.

General overview



Institutions and directions subordinated to the Local Council of the Bacau Municipality

- **Bacau City Local Police** – the current expenditures as well as the investment expenditures are financed from own revenues and subsidies from the Local Budget of Bacau City;
- **Bacau Social Assistance Department** – assures the social assistance in child protection, family, single persons, elderly, people with disabilities, as well as for any person in need;
- **Bacovia Municipal Theater Bacau;**
- **Bacau Municipal Sports Club;**
- **Home for the elderly Bacau;**
- **Bacau Pneumoftiziology Hospital;**
- **Bacau Nursery Budget Center;**
- **Bacau Local Development Agency** – the agency's main objective is the realization of the set of measures, programs, professional activities that contribute to the economic and social development of Bacau City.



Source: <https://www.google.ro/maps/>

Cultural and social environment

Education

The education network, approved for the school year 2020 - 2021 in Bacau (by LCD no. 275/18.12.2020), covers the entire educational plan, state and special school units; thus, a number of 32 kindergartens, 21 schools (primary and secondary schools), 19 high school units operate. Also, in the city operate the Children's Palace and the Bacau County Center of Excellence. The financing of pre-university education is carried out based on the National Education Law no. 1/2011 with subsequent amendments.

Through LCD no. 232/02.11.2020, the expenses regarding the project "Digital education in pre-university education in Bacau Municipality" are approved, in order to finance it within the Competitiveness Operational Program. The total value of the project is 20,965,267.50 lei (including VAT).

Through LCD no. 239/10.11.2020, the expenses for the investment objective are approved: Modernization and rehabilitation of the TECHNICAL COMMUNICATIONS COLLEGE "N.V.KARPEN". The total value of the project is in the amount of 8,827,136.01 lei (including VAT).

Through LCD no. 261/27.11.2020 was approved the budget of the financing request "Increasing the management capacity of the sanitary crisis COVID-19 in Bacau Municipality" within the call for projects POIM / 881/9/1 / "Strengthening the capacity of state education units for management the pandemic situation caused by the SARS-COV-2 virus ". The total approved value of the project is in the amount of 2,564,791.19 lei (including VAT).

Health

The Bacau County Emergency Hospital provides preventive, curative and rehabilitative medical care, primary and secondary for the inhabitants of Bacau and its communes, representing over 47% of the county's population.

Bacau Pneumoftiziology Hospital is a medical unit subordinated to the Local Council of Bacau Municipality.

Bacau Municipal Hospital - the investments related to the construction and endowment with medical equipment are in progress. According to LCD no. 56/25.03.2020, the amounts provided in the Health chapter will be used in order to start the procedures for purchasing medical equipment from the ATI category and the emergency arrangement of floors 4 and 5 of the investment objective building "Bacau Municipal Hospital Construction", in order to provide assistance medical in the epidemiological context COVID-19.

Culture and recreation

Among the cultural landmarks of Bacau we mention: The Royal Court Ensemble, 15th-16th century, George Bacovia Memorial House, 19th century, "Bacovia" Municipal Theater, Animation Theater, History Museum, Art Museum, Museum of Natural Sciences, Astronomical Observatory, County Library, "G. Apostu" International Cultural Center, Philharmonic, "Anton Ciobanu" Ceramic Art Galleries.

For leisure and recreation, in Bacau there are 376 ha of green spaces, the most important parks being Rose Park, Cancicov Park, Hemeius Dendrological Park and Recreation Island (an artificial island, created in the middle of a lake formed by the river Bistrita, arranged for recreation).



Cultural and social environment

Social assistance

Within the Public Social Assistance Service of Bacau Municipality are organized and operate the Day Center "A school for all", the Day Center for the Child in Difficulty, the Day Center for the Child with Special Needs, the Day Center "Pensioners' Club", Family care center (foster cares) and temporary accommodation center for homeless people. Also, subordinated to the Bacau Local Council is the Home for the elderly located in Aleea Ghiocilor Street no. 2, with a capacity of 210 seats.

Environment protection

Sanitation is achieved through delegation contracts concluded with private economic operators, which serve both for waste collection and for landfill management. The operator that manages the landfill of Bacau Municipality is Eco Sud SA and the company that deals with the collection and transport of waste is Romprest Service SA. Bacau is one of the few counties in Romania that has an Integrated Solid Waste Management System. The total investment in this system is about 44 million euros.

Development

LCD no. 424/29.10.2018 approves the Project - Implementation of an IT platform with back-office and front-office components as a measure of administrative simplification and optimization of service provision for citizens in Bacau Municipality, financed in the amount of 2,814,717.57 lei, from which 2,323,727.93 lei represents the eligible non-reimbursable value from the European Social Fund, 355,393.68 lei represents the eligible non-reimbursable value from the national budget, and the amount of 54,675.96 lei represents the co-financing component eligible through the beneficiary's contribution. The project runs for a period of 27 months from the date of signing the contract for the financing application. This project aims to: implement information systems to develop and increase the complexity of online services provided to citizens, including by digitizing the archive at the City Hall of Bacau. The general objective of the project is to increase the administrative efficiency of the City Hall of Bacau by implementing innovative information systems - as measures to simplify the provision of services to citizens and the business environment. The specific objectives of the project are: optimizing the internal activities of officials, by implementing an integrated platform for managing activities and registrations, including digitization and electronic management of the archive of Bacau City Hall, implementation of a portal platform for services to be provided online to the citizens, the improvement of the abilities and knowledge of the personnel of Bacau municipality for the use of the computer systems developed through the project and for the management of the electronic documents.

LCD no. 430/06.11.2018, approved the Project - Creation of a support infrastructure for incubating the business Hub for youth - Orizont Cinema - with a total value of 21,370,616.88 lei, of which the value of the non-reimbursable financing is 9,534,057.70 lei. The start date of the project is May 29, 2019, and it will be completed on March 23, 2023. The business incubator will have the role of supporting the development of the businesses at the beginning of the activity. The incubator will provide a favorable environment for business development, by facilitating networking activities, the transfer of know-how and by providing support in the development of partnerships. The general objective of the project is the development of the entrepreneurial environment in the municipality and in the region by supporting the entrepreneurial initiatives in the creative field, the development of the local economic competitiveness and the consolidation of the market position of the small and medium enterprises. The specific objectives of the project are: creation and development of a business incubator to stimulate the entrepreneurial environment locally and in the region, increase the occupancy of the incubator up to 70% with resident companies in the incubation period, until the end of the implementation period, increasing the number of jobs created with at least one employee for each incubated or accelerated enterprise, until the end of the project implementation.

On 10.10.2019, Bacau Municipality decides to carry out a project in partnership with the Bacau Local Development Agency. It consists in the realization of the first modern traffic management system in Bacau for the prioritization of local public transport corridors and bicycle trips. The total value of the investment is 91,429,550.68 lei, and the duration of the investment is 36 months, of which 24 months the execution. Through this project, traffic management systems will be created and expanded, composed of the following subsystems and sub-activities: CCTV video monitoring systems; Adaptive and synchronized signaling and traffic light systems; Location systems for urban public transport and management; Real time passenger information systems; Software application subsystems for real-time information to users on the transit program, including travel planning software applications; Other information systems; Location of vehicle detection sensors; Equipping the command center for traffic management, with specific software and hardware components; Occasional works for rehabilitation / modernization of road infrastructure in the area of intersections; Subsystems intended to sanction deviations from traffic and street arrangement rules through specific application modules and equipment; Fiber optic network, to ensure the communication system between the traffic lights and the Management and Command Center.

LCD no. 221/19.10.2020, approved the project budget and the expenses necessary for the investment objective "Corridor for non-motorized trips for leisure: Center-Leisure Island", in order to finance it within the Regional Operational Program 2014-2020. The total approved value of the project is in the amount of 4,405,092.55 lei (including VAT).

By LCD no. 243/10.11.2020, the list of priority investments within the Regional Project for the development of water and wastewater infrastructure in Bacau County is approved, in the period 2014-2020. The value of the investments related to Bacau Municipality is in the amount of RON 339,357,455.6 th (excluding VAT).



Bucharest (2020-2021)

Provisions through changes found in the level of allocations from the State Budget; Through annual law of the State Budget

For 2020:

I. Quotas and amounts deducted from the income tax: distribution 100%

By derogation from art. 32 and 33 of Law 273/2006 on local public finances, the quotas for the distribution of income tax to Local Budgets is amended, so that the state budget law for 2020 and subsequently by GEO 60/17.04.2020 provides the following:

1. Quotas deducted from the income tax: change of the allocation percentage, increase from 63% to **65%**;
2. Sums allocated from the quotas deducted from income tax for balancing: change of the quota from 14% to **15%**
Allocation: 15%: County; si 85%: Communes, Cities and Municipality.
3. Equally, the fund is available to the County Councils: **6%**
4. The Local Budget of the County: **15%**

5. In a separate account, distributed by Government Decision for the financing of the public institutions of shows and concerts under the subordination of the local public administration from counties, respectively theaters, opera and philharmonics: **3%**

II. Value added tax: allocated level RON 15,078.40 mil (vs. RON 14,792.30 mil in 2019), of which for balancing RON 8,164.80 mil (criteria: ATU with estimated revenues at I.1 < lei 830/capita/year and respectively lei 1.500 th lei/ATU).

For 2021:

I. Quotas and amounts deducted from the income tax: distribution 100%

By derogation from art. 32 and 33 of Law 273/2006 on local public finances, the quotas for the distribution of income tax to Local Budgets is amended, so that the state budget law for 2021 (no. 15/2021) provides the following:

1. Quotas deducted from the income tax: allocation percentage 63%;
2. Sums allocated from the quotas deducted from income tax for balancing: change of the quota from 15% to 14%
Allocation: 15%: County; si 85%: Communes, Cities and Municipality.
3. Equally, the fund is available to the County Councils: 6%
4. The Local Budget of the County: 15%

5. In a separate account, distributed by Government Decision for the financing of the public institutions of shows and concerts under the subordination of the local public administration from counties, respectively theaters, opera and philharmonics: 2%

II. Value added tax: allocated level RON 18,496 mil (vs. RON 15,078.40 mil in 2020), of which for balancing RON 7,097.20 mil (criteria: ATU with estimated revenues at I.1 < lei 800/capita/year and respectively lei 1.500 th lei/ATU).

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Section I: Summary of budgetary dynamics

- Revenue and expenditure balance at Q2 2021 vs. Q2 2020
- Revenue and expenditure structure

Balance of revenues and expenditures at Q2 2021, as compared to Q2 2020

'000 RON



	Q2 2020	Q2 2021	%
TOTAL REVENUES	176,913.5	155,943.1	▼ -11.9%
TOTAL EXPENDITURES	156,248.7	137,205.8	▼ -12.2%
Operational Revenues	169,098.0	150,315.4	▼ -11.1%
Tax revenues	138,303.8	121,312.2	▼ -12.3%
Own tax revenues	118,516.8	108,648.2	▼ -8.3%
Sums deducted from VAT	19,787.0	12,664.0	▼ -36.0%
Non - tax revenues, out of which:	28,553.6	28,943.8	▲ 1.4%
Non - tax own revenues	13,685.3	14,373.8	▲ 5.0%
Donations and sponsorships	-	1.1	-
Current subsidies	2,210.1	59.3	▼ -97.3%
Operational Expenditures (OPEX), out of which:	123,628.6	113,212.6	▼ -8.4%
Staff costs (PEREX)	33,493.1	33,714.4	▲ 0.7%
Goods and services*	48,989.2	44,066.2	▼ -10.0%
Current transfers	16,429.9	16,599.8	▲ 1.0%
Social assistance	12,075.3	10,601.7	▼ -12.2%
Subsidies	5,500.0	5,000.0	▼ -9.1%
Other expenditures	1,668.0	-	▼ -109.6%
Operational Result	45,469.4	37,102.8	
Operational Surplus (% from OPEX)	36.8%	32.8%	
Operational Deficit (% from Op. revenues)	-	-	
Investment Revenues	5,654.2	5,616.6	▼ -0.7%
Capital revenues	169.2	525.2	▲ 210.4%
Capital subsidies	4,436.6	3,421.5	▼ -22.9%
Sums received from the EU	1,048.4	1,669.8	▲ 59.3%
Investment Expenditures (CAPEX), out of which:	16,830.7	6,919.1	▼ -58.9%
Capital transfers	1,387.8	776.9	▼ -44.0%
Projects with EU financing	1,430.5	2,107.4	▲ 47.3%
Capital expenditures	14,012.4	4,034.7	▼ -71.2%
Result from the investment activity	- 11,176.4	- 1,302.5	
Financial Revenues	2,161.2	11.2	▼ -99.5%
Financial operations	2,161.2	11.2	▼ -99.5%
Financial Expenditures	15,789.4	17,074.2	▲ 8.1%
Commissions related to loans	86.2	163.7	▲ 90.0%
Interests	3,858.5	3,279.3	▼ -15.0%
Reimbursement of loans	11,844.7	13,631.1	▲ 15.1%
Financial Result	- 13,628.2	- 17,063.0	
Result of the period	20,664.8	18,737.3	▼ -9.3%
Surplus (% from Total Expenditures)	13.2%	13.7%	
Deficit (% from Total Revenues)	-	-	
Result of the period (without previous year's surplus)	18,503.6	18,726.1	▲ 1.2%
Own revenues/Operational revenues (%)	88.4%	91.9%	
OPEX/Own revenues (%)	82.7%	82.0%	
(OPEX-PEREX, from Education&Insurance and social assistance)/(O. Rev.-Quotas deducted from the income tax) (%)	158.3%	133.8%	

- By the end of the first six months of the current year, the Operational result recorded a surplus amounting to RON 37,102.8 th, representing 32.8% out of the Operational expenditures, being by RON 8,366.6 th (-18.4%) below the surplus noted in the similar period of 2020. The evolution is due to a decrease of the Operational revenues (-RON 18,782.7 th, -11.1%), corroborated with a decrease of the Operational expenditures (-RON 10,416 th, -8.4%).
- The Result from the investment activity recorded, at Q2 2021, a deficit amounting to RON 1,302.5 th. The result of the current year improved as compared to the one registered at Q2 2020, mainly due to a downward trend recorded by the Investment expenditures (-RON 9,911.6 th, -58.9%). At the same time, the Investment revenues recorded a slight decrease by RON 37.7 th.
- The Financial result recorded a deficit amounting to -RON 17,063 th, while the negative result from Q2 2020 reached -RON 13,628.2 th, due to higher Financial expenditures (+RON 1,284.8 th, +8.1%), but also the reduced value of the Financial revenues, respectively RON 11.2 th as compared to their value of RON 2,161.2 th in S1 2020.
- Result of the period (without previous year's surplus) is positive in both analyzed periods. Thus, considering the operational surplus used for covering the financial and investment gap, the result of the period generated a surplus amounting to RON 18,726.1 th, being by 1.2% above the one recorded in the first half of the prior year.

*) **Goods and services** title, highlighted within the Operational Expenditures, does not include the expenditures on **Commissions and other costs related to loans**, being reflected at the level of the Financial Expenditures;

Revenues and expenditures balance at Q2 2021, as compared to Q2 2020

'000 RON



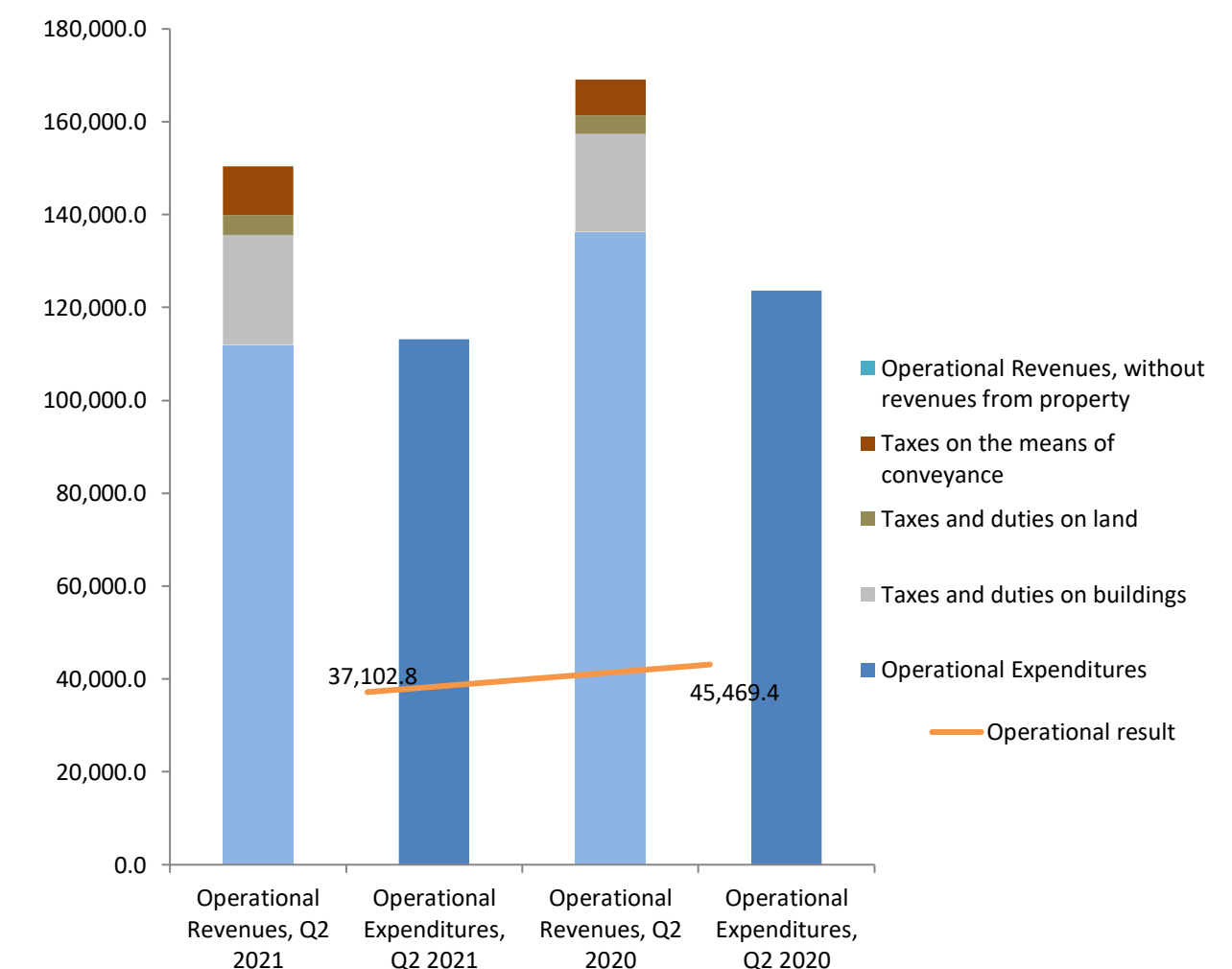
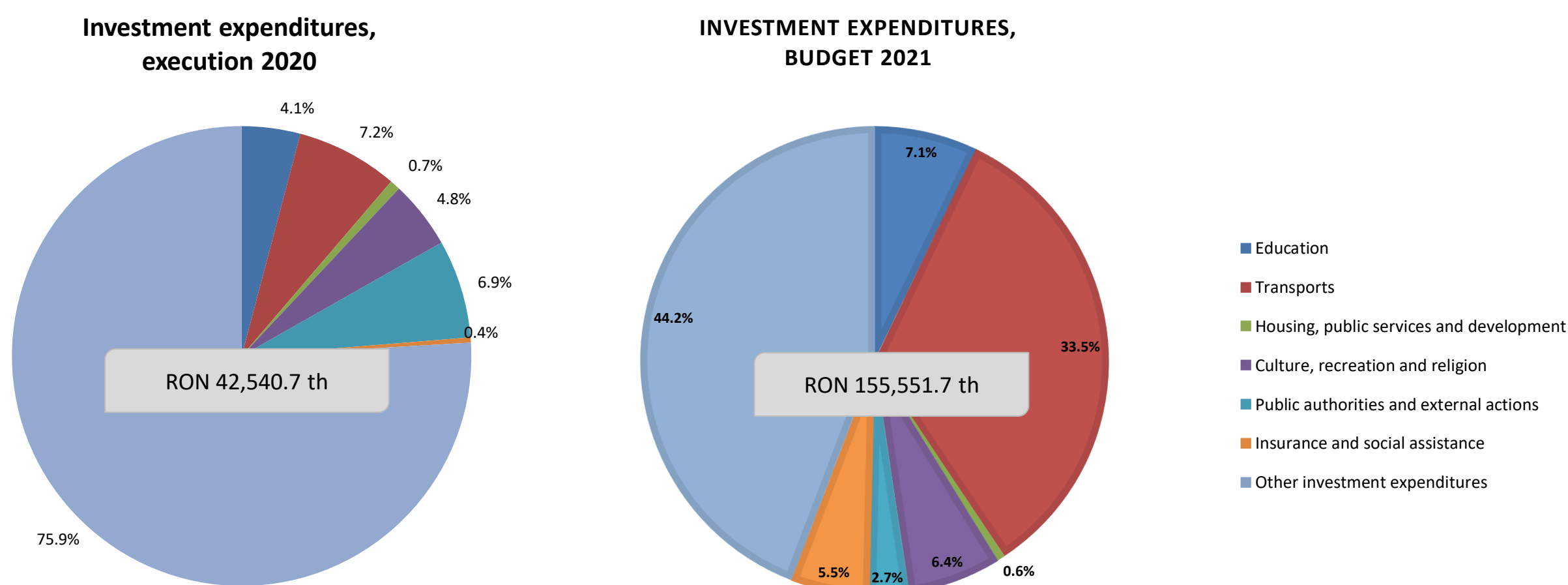
Payments performed at Q2 2021, as compared to Q2 2020 (Variation)

Budgetary chapter	TOTAL EXPENDITURES	Operational expenditures, out of which:				Financial Expenditures	Investment Expenditures	Investment expenditures (Budget 2021)
		Total Operational Expenditures	Staff costs	Goods and services*	Social assistance			
Public Authorities and external actions	707.9	-220.6	341.2	-547.2	0.0	802.2	126.3	4,251.7
Other general public services	-1,084.7	-1,033.5	32.8	-963.4	0.0	0.0	-51.2	131.0
Transactions regarding the public debt and loans	-501.6	0.0	0.0	0.0	0.0	-501.6	0.0	0.0
General Transfers between different levels of administration	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Defense	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Public order and national security	-4,502.1	-3,131.5	15.0	-2,901.8	0.0	0.0	-1,370.6	50.0
Education	-235.5	837.1	0.0	2,005.3	35.7	0.0	-1,072.6	11,099.7
Health	-1,848.1	-529.7	0.0	0.0	0.0	0.0	-1,318.3	17,493.3
Culture, recreation and religion	-1,973.2	-1,668.5	-40.6	-2,430.5	0.0	0.0	-304.8	9,985.2
Insurance and social assistance	-2,235.0	-2,429.1	97.4	-876.9	-1,509.2	0.0	194.1	8,485.4
Housing, public services and development	-1,215.6	-989.8	-73.1	-789.9	0.0	0.0	-225.8	886.6
Environment protection	1,233.8	3,276.0	-141.7	5,598.8	0.0	0.0	-2,042.3	31,217.6
General economic, commercial and working actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fuel and power	-865.8	-498.5	0.0	0.0	0.0	984.2	-1,351.6	19,839.6
Agriculture, Forestry, Fish breeding and Hunting	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transport	-6,522.9	-4,028.0	-9.8	-4,017.4	0.0	0.0	-2,495.0	52,111.7
Other economic actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	-19,042.8	-10,416.0	221.2	-4,923.0	-1,473.6	1,284.8	-9,911.6	155,551.7

*) **Goods and services** title, highlighted within the Operational Expenditures, does not include the expenditures on **Commissions and other costs related to loans**, being reflected at the level of the Financial Expenditures;

Distribution of the Investment expenditures in 2021 (according to the budget), as compared to the distribution of the execution in 2020

Structure of the Operational Result (Q2 2021 vs. Q2 2020)

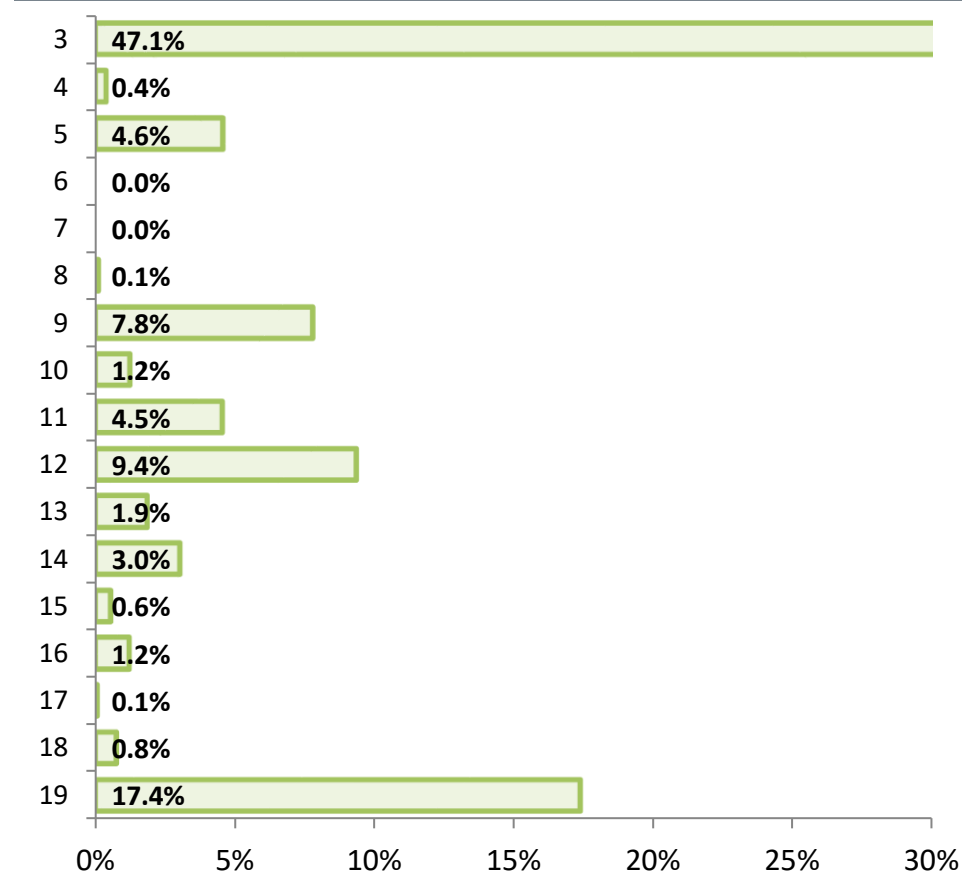


Revenue and expenditure structure at 30.06.2021

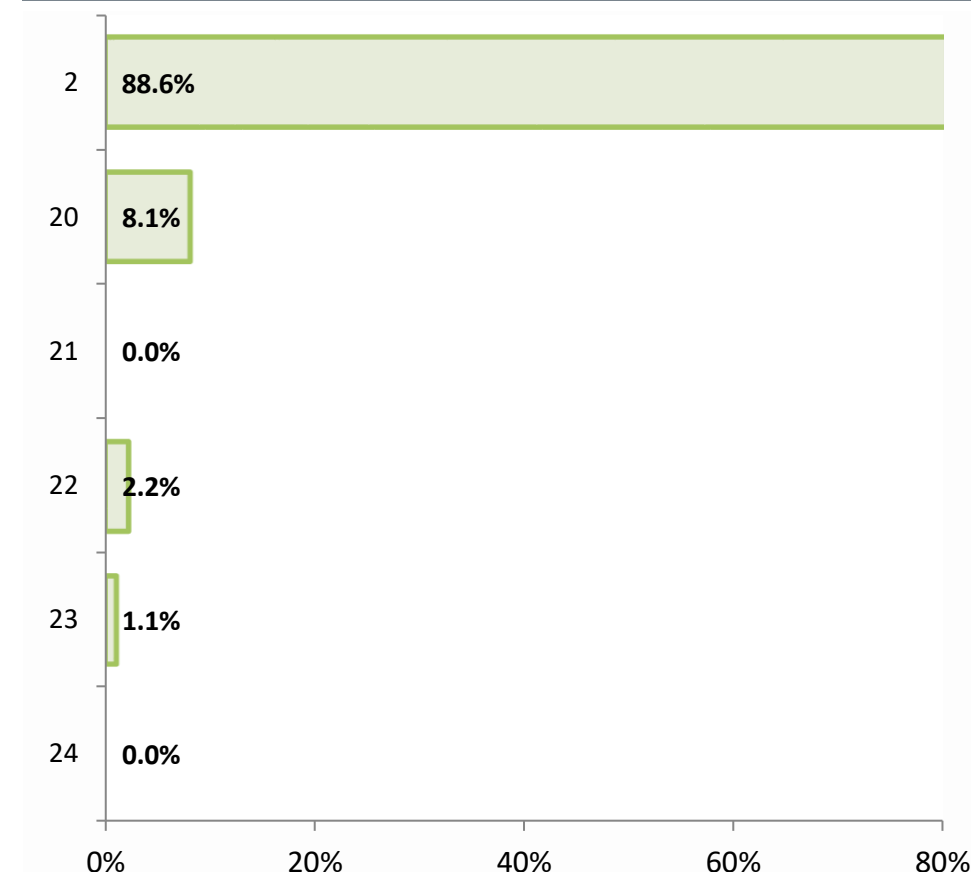
'000 RON



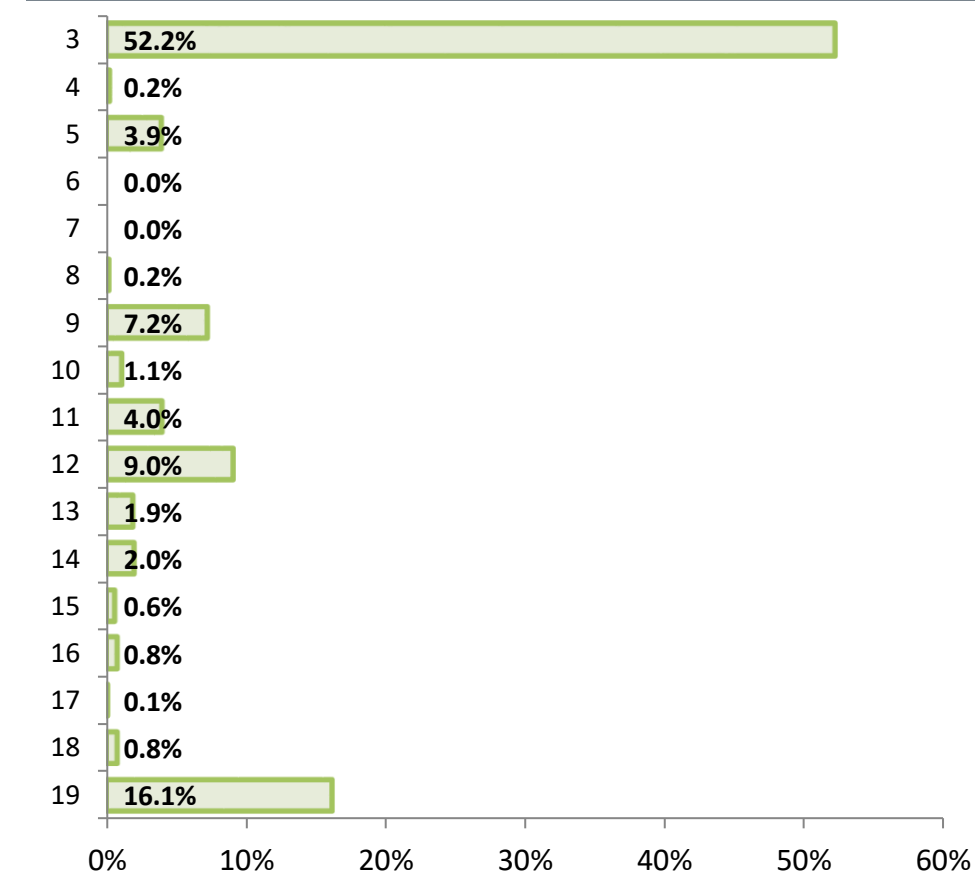
The structure of performed own revenues
138,127.4



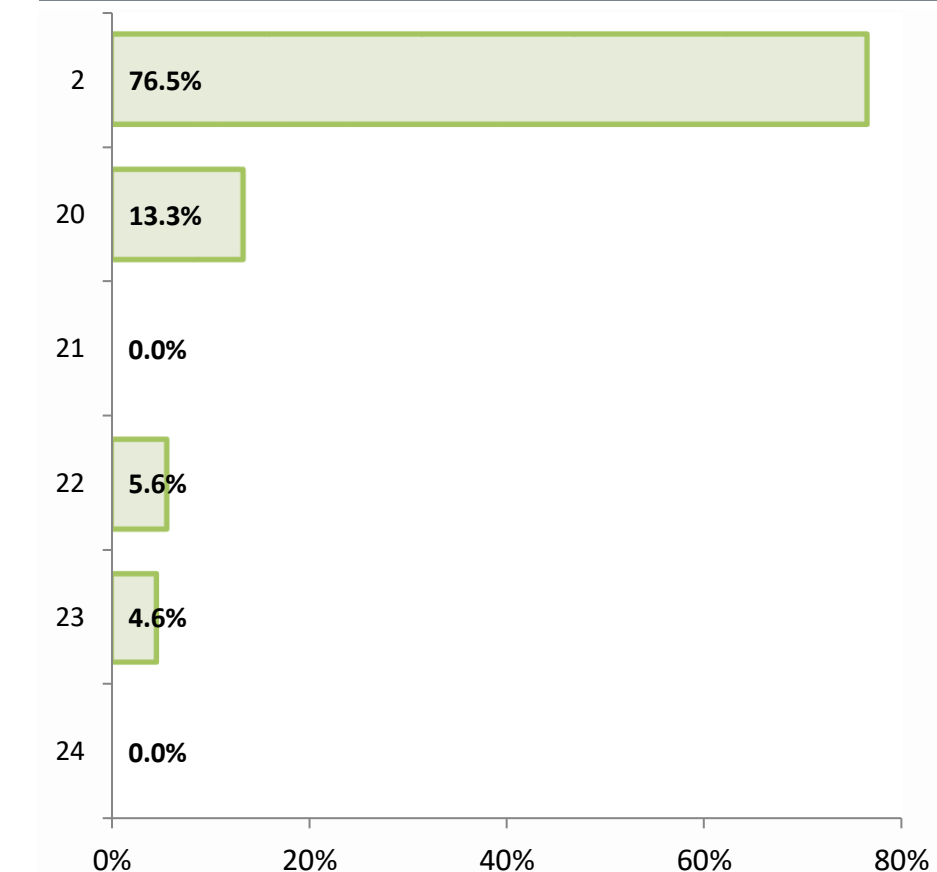
The structure of performed total revenues
155,943.1



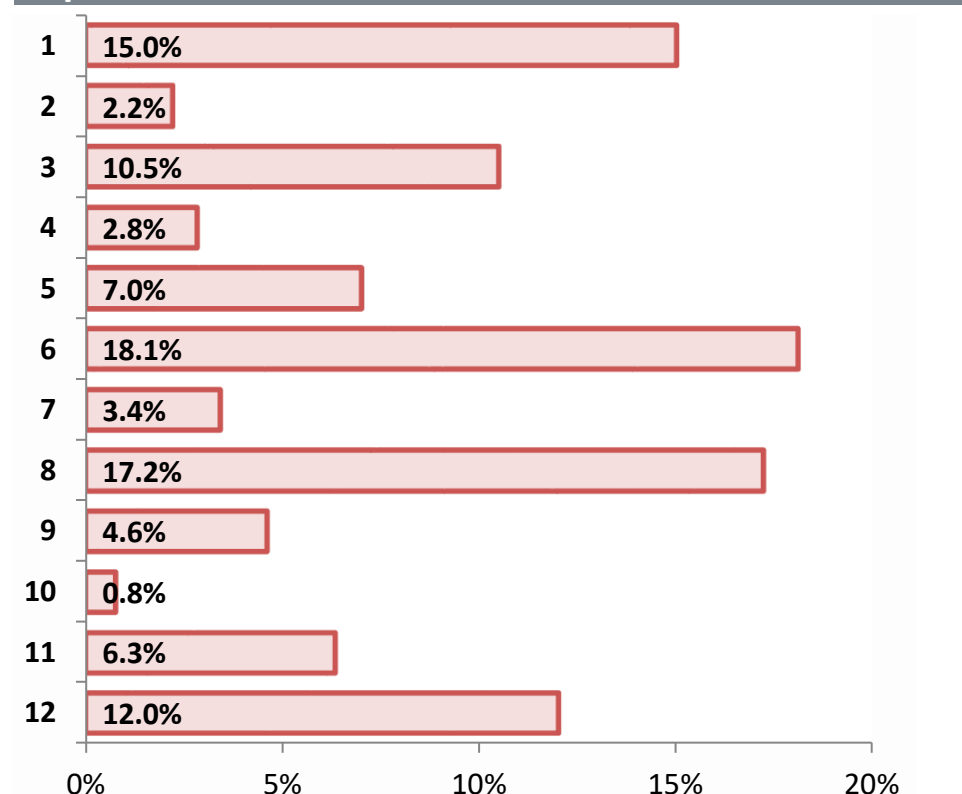
The structure of planned own revenues
176,156.4



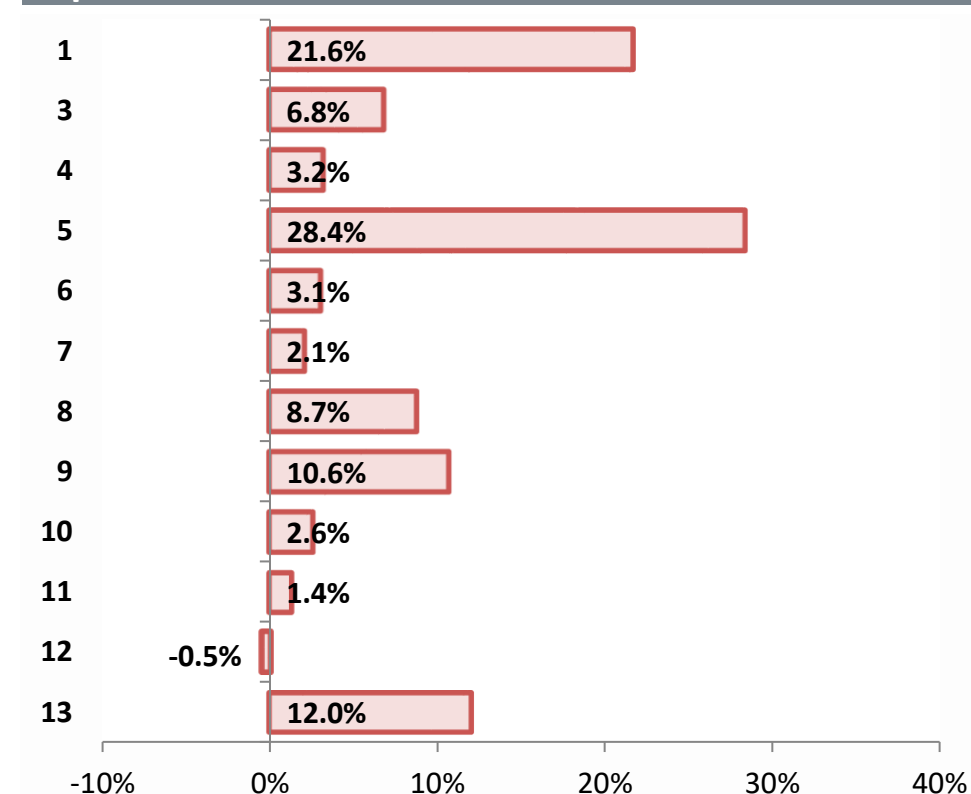
The structure of planned total revenues
230,289.6



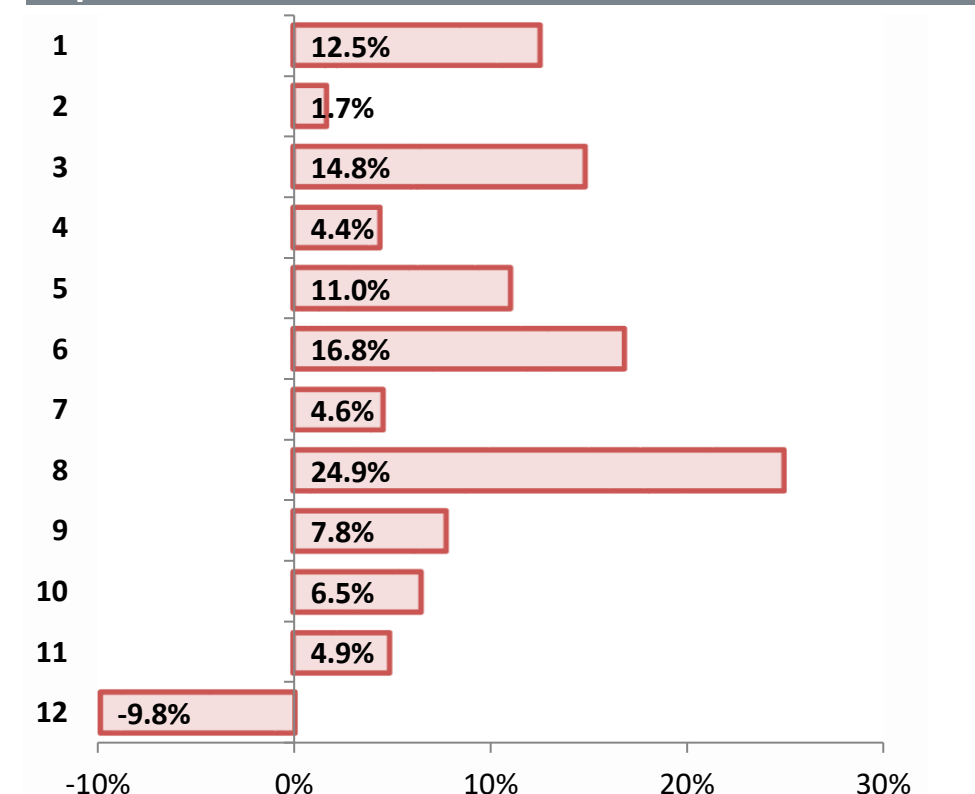
The structure of performed functional expenditures
155,943.1



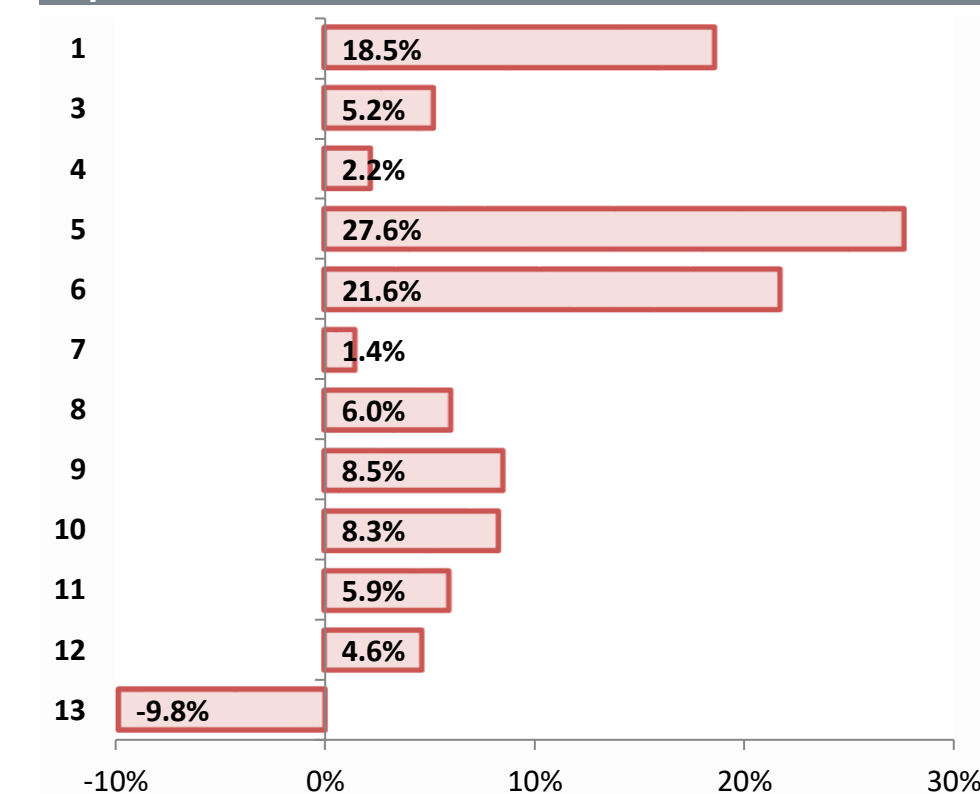
The structure performed economic expenditures
155,943.1



The structure of planned functional expenditures
230,289.6

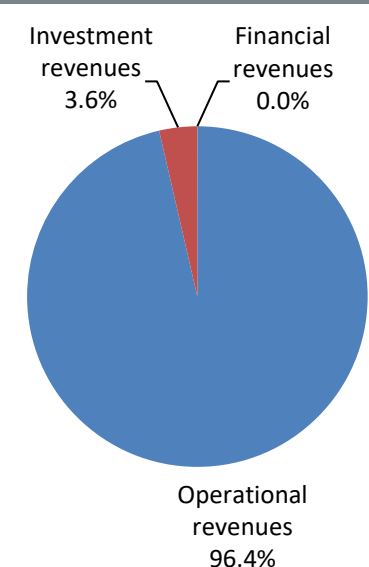


The structure of planned economic expenditures
230,289.6

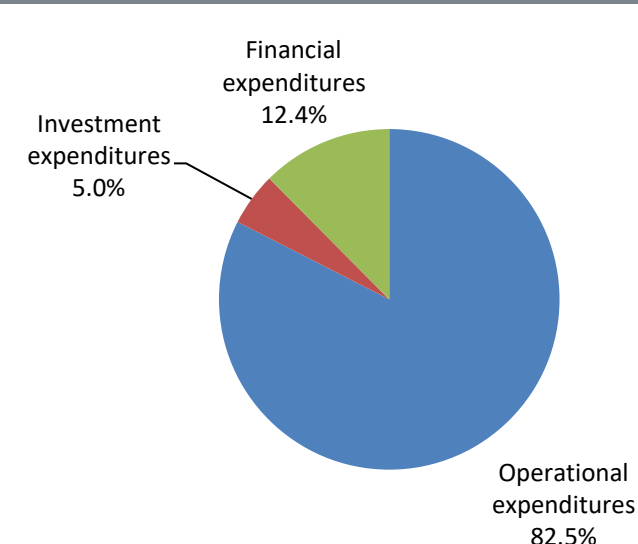


Note: The vertical axis reflects the components of the income/expenses detailed in the revenues/expenses statement;

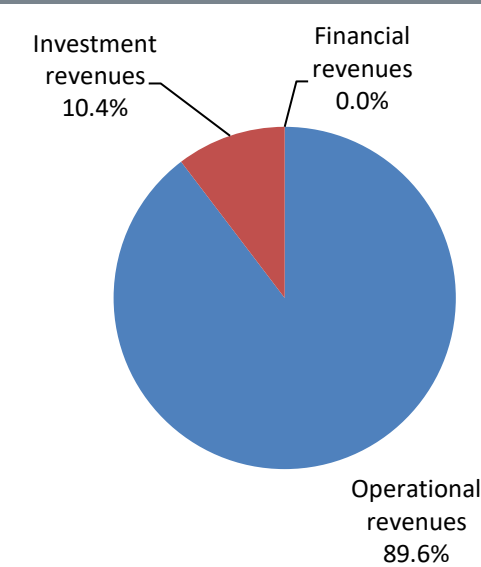
Collected revenues at Q2 2021



Performed expenditures at Q2 2021



Planned revenues at Q2 2021



Planned expenditures at Q2 2021

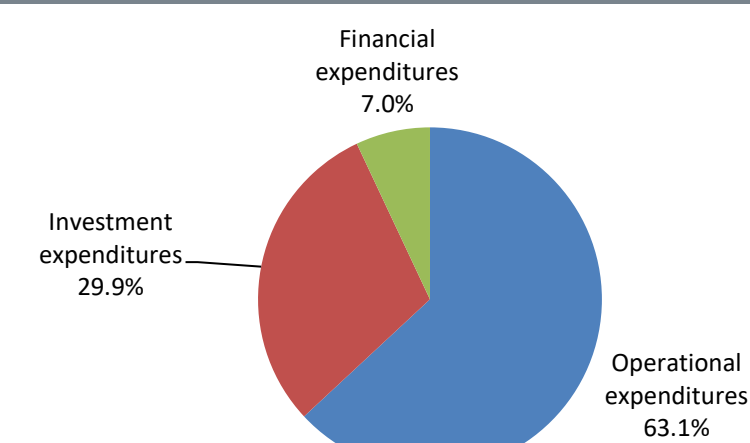


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Section II: Budgetary revenues

- The situation of the revenues collected at 30.06.2021
- The variation of the performed revenues at Q2 2021 compared to Q2 2020
- Budgetary provisions: the achievement degree of the revenues at Q2 2021
- Revenues ratios

The situation of the revenues collected

at 30.06.2021

'000 RON



		2021						2020							
Line	Revenues	Planned 2021	% /TRC	Planned at Q2	% /TRC	Execution at Q2	% /TRC	Planned 2020	% /TRC	Planned at Q2	% /TRC	Revision at Q2	% /TRC	Execution at Q2	% /TRC
1	Total revenues (TR)	448,628.6		230,289.6		155,943.1		337,866.4		205,953.8		223,892.5		176,913.5	
2	Own revenues, out of which:	304,967.9	68.0	176,156.4	76.5	138,127.4	88.6	273,691.8	81.0	158,099.2	76.8	163,927.0	73.2	149,400.8	85.5
3	Quotas deducted from the income tax	175,894.0	39.2	91,998.0	39.9	65,021.4	41.7	163,810.0	48.5	81,906.0	39.8	81,539.0	36.4	80,962.5	46.3
4	Capital revenues	631.0	0.1	401.0	0.2	525.2	0.3	-	-	-	-	-	-	169.2	0.1
5	Revenues from concessions and rents	10,569.0	2.4	6,877.0	3.0	6,320.7	4.1	9,978.5	3.0	6,286.5	3.1	6,286.5	2.8	5,133.2	2.9
6	Payments from net profit of self-governing administration, national societies and companies	49.0	0.0	49.0	0.0	48.8	0.0	15.0	0.0	15.0	0.0	57.3	0.0	57.3	0.0
7	Revenues from dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8	Tax on revenues from the transfer of real estate from the private patrimony	562.0	0.1	310.0	0.1	154.7	0.1	562.0	0.2	310.0	0.2	310.0	0.1	243.1	0.1
9	Tax on buildings from the population	16,045.0	3.6	12,600.0	5.5	10,771.3	6.9	14,223.5	4.2	9,556.0	4.6	9,556.0	4.3	9,166.4	5.2
10	Tax on land from the population	2,840.0	0.6	1,941.0	0.8	1,707.1	1.1	6,456.4	1.9	5,557.4	2.7	5,557.4	2.5	1,413.2	0.8
11	Tax on the means of conveyance owned by the population	9,111.0	2.0	7,000.0	3.0	6,279.9	4.0	7,112.0	2.1	5,000.0	2.4	5,000.0	2.2	4,800.3	2.7
12	Tax on buildings from the legal entities	22,779.0	5.1	15,879.0	6.9	12,922.6	8.3	13,533.0	4.0	11,211.0	5.4	11,211.0	5.0	12,027.4	6.9
13	Tax on land from the legal entities	4,465.0	1.0	3,317.0	1.4	2,561.7	1.6	3,181.0	0.9	2,033.0	1.0	2,033.0	0.9	2,544.9	1.5
14	Tax on the means of conveyance owned by the legal entities	4,969.0	1.1	3,494.0	1.5	4,194.9	2.7	4,675.0	1.4	3,500.0	1.7	3,500.0	1.6	2,894.7	1.7
15	Fees and charges for the issuance of licences and functioning authorisations	1,813.0	0.4	1,078.0	0.5	767.2	0.5	1,613.0	0.5	1,078.0	0.5	1,078.0	0.5	818.7	0.5
16	Stamp duties, for notary work and other stamp duties	2,285.0	0.5	1,385.0	0.6	1,679.5	1.1	2,245.0	0.7	1,345.0	0.7	1,345.0	0.6	1,081.8	0.6
17	Extrajudicial stamp duties	215.0	0.0	135.0	0.1	111.0	0.1	215.0	0.1	135.0	0.1	135.0	0.1	72.9	0.0
18	Revenues from fines and other legal sanctions	2,300.0	0.5	1,400.0	0.6	1,055.7	0.7	2,400.0	0.7	1,500.0	0.7	1,500.0	0.7	859.5	0.5
19	Other own revenues	50,440.9	11.2	28,292.4	12.3	24,005.7	15.4	43,672.4	12.9	28,666.4	13.9	34,818.8	15.6	27,155.9	15.5
19.1	Sums allocated from the quotas deducted from income tax to balance the local budgets	-	-	-	-	-	-	-	-	18,981.0	9.2	-	-	-	-
20	Sums deducted from the VAT	77,317.0	17.2	30,696.0	13.3	12,664.0	8.1	35,301.0	10.4	18,981.0	9.2	19,787.0	8.8	19,787.0	11.3
21	Donations and sponsorships	-	-	-	-	1.1	0.0	-	-	-	-	-	-	-	-
22	Subsidies received from the State Budget	18,926.4	4.2	12,876.7	5.6	3,480.9	2.2	18,556.6	5.5	18,556.6	9.0	25,134.5	11.2	6,646.8	3.8
23	Sums received from EU for the made payments	47,417.3	10.6	10,560.5	4.6	1,669.8	1.1	10,317.0	3.1	10,317.0	5.0	15,008.6	6.7	1,048.4	0.6
24	Other revenues	-	-	-	-	-	-	-	-	-	-	35.5	0.0	30.4	0.0

	% /TR		% /TR		% /TR		% /TR		% /TR		% /TR		% /TR	
Operational revenues	381,654.9	85.1	206,452.4	89.6	150,315.4	96.4	308,992.8	91.5	177,080.2	86.0	185,639.6	82.9	169,098.0	95.6
Investment revenues	66,973.7	14.9	23,837.2	10.4	5,616.6	3.60	28,873.6	8.5	28,873.6	14.0	38,253.0	17.1	5,654.2	3.20
Financial revenues	-	-	-	-	11.2	0.0	-	-	-	-	-	-	2,161.2	1.2

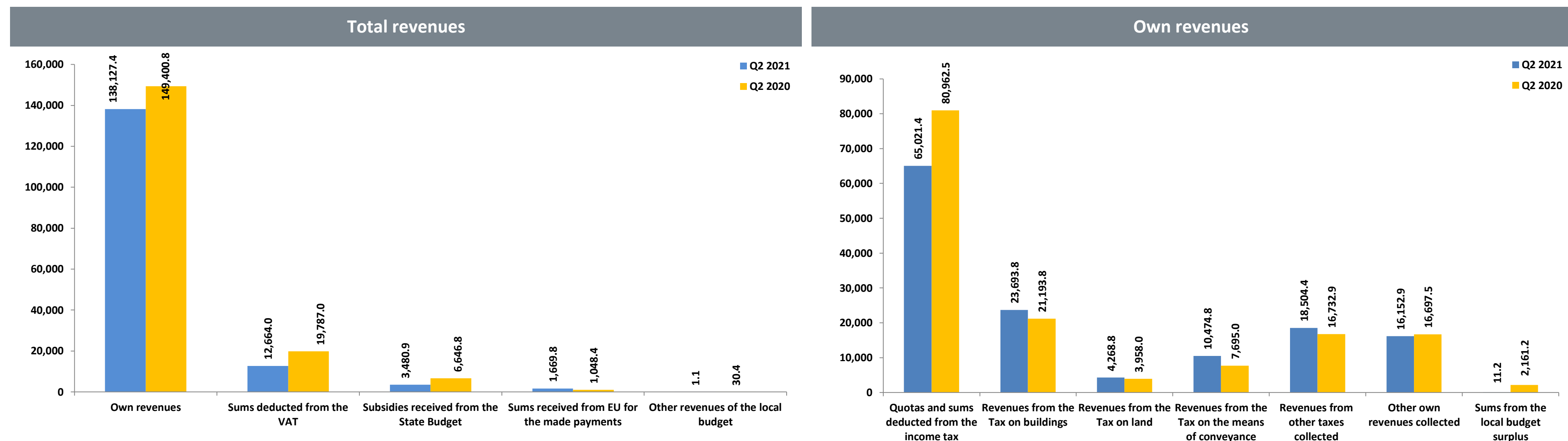
Total revenues - operating section	311,935.5	69.5	169,248.8	73.5	148,742.8	95.4	278,034.9	82.3	146,122.3	70.9	147,871.3	66.0	159,731.1	90.3
Total revenues - development section, out of which:	136,693.1	30.5	61,040.8	26.5	7,200.3	4.6	59,831.5	17.7	59,831.5	29.1	76,021.3	34.0	17,182.4	9.7
Previous surplus	-	-	-	-	11.2	0.0	-	-	-	-	-	-	2,161.2	1.2
Total revenues collected (TRC* = TR - Previous surplus)	448,628.6	100.0	230,289.6	100.0	155,931.9	100.0	337,866.4	100.0	205,953.8	100.0	223,892.5	100.0	174,752.3	98.8

*) %TRC - Represents the weight of each line in Total Revenues Collected (without reserves);
The budget was not rectified until the end of the first semester of 2021;

Revenues from the tax on property	60,209.0	13.4	44,231.0	19.2	38,437.4	24.7	49,180.9	14.6	36,857.4	17.9	36,857.4	16.5	32,846.8	18.8
9 + 12 Taxes and duties on buildings	38,824.0	8.7	28,479.0	12.4	23,693.8	15.2	27,756.5	8.2	20,767.0	10.1	20,767.0	9.3	21,193.8	12.1
10 + 13 Tax and duties on land	7,305.0	1.6	5,258.0	2.3	4,268.8	2.7	9,637.4	2.9	7,590.4	3.7	7,590.4	3.4	3,958.0	2.3
11 + 14 Taxes on the means of conveyance	14,080.0	3.1	10,494.0	4.6	10,474.8	6.7	11,787.0	3.5	8,500.0	4.1	8,500.0	3.8	7,695.0	4.4

The variation of the performed revenues at Q2 2021 compared to Q2 2020

'000 RON



- The revenues collected to the local budget decreased by 10.8%, respectively by RON 18,782.7 th, down to RON 155,931.9 th. Taking into consideration the sums used from previous surplus for expenditures financing, the revenues went down by 11.9%, respectively by RON 20,970.4 th, having in view that in S1 2020 were recorded Sums from the local budget surplus used for financing the development expenditures in amount of RON 2,161.2 th, while in S1 2021 the sums amounted to RON 11.2 th.
- The Own revenues, holding a share of 88.6% out of the total revenues collected at Q2 2021, recorded a decrease by RON 11,273.5 th (-7.5%).
- The Sums deducted from VAT recorded a decrease by 36%, down to RON 12,664 th. Thus, the Sums deducted from VAT for financing the expenditures of villages, communes, towns went down by RON 6,197 th, the Amounts deducted from the VAT for financing the private and confessional education decreased by RON 120 th, while no Sums deducted from VAT for balancing the local budget were received, although they reached RON 806 th at Q2 2020.
- The Subsidies received from the State budget decreased by RON 3,165.9 th, with influences reflected at the level of the current ones, respectively were not recorded any Subsidies received from the state budget for the settlement of quarantine expenses (their value reaching in the first half of the prior year RON 1,888.9 th), followed by the lack of the Sums allotted for the risk incentive (in amount of RON 320 th at Q2 2020). Regarding the Capital subsidies, the amounts decreased by RON 1,015.1 th (-22.9%), considering that the revenues related to Financing of the National Program of Local Development were lower by RON 1,060.5 th (-25.1%).
- The Sums received from the EU for the made payments faced an increase by RON 621.4 th, up to RON 1,669.8 th. The increases are related to the 2014-2020 financial framework, respectively by RON 1,323.5 th, entirely for the European Social Fund (+RON 1,401 th) counterbalanced by the decrease by RON 77.5 th of the revenues from the European Regional Development Fund. Besides, were no longer recorded Sums received from the EU for the made payments (in amount of RON 702.1 th at Q2 2020).

- The Own revenues amounted to RON 138,127.4 th during the reporting period, and the most important influences that determine the increase of the group are found at the level of the following income categories:
 - Quotas and amounts deducted from the income tax, with a decrease by RON 15,941.1 th (-19.7%), entirely at the level of the Quotas deducted from the income tax;
 - Other voluntary transfers faced a downward trend by RON 2,510.9 th (-97.2%), down to RON 72.6 th. Other revenues decreased by RON 490.6 th (-35.3%), while the value of the Revenues from services increased by RON 436.2 th (+11.5%).
 - The Revenues from the tax on property were by RON 5,590.7 th (+17%) above the level recorded at Q2 2020, mainly related to the sums collected from the population (+RON 3,378.4 th), the ones collected from the legal entities recording a less accelerated increase (+RON 2,212.2 th). The significant increase in these taxes is determined by the level of the Taxes on the means of conveyance (+RON 2,779.9 th), followed by increased collections from taxes on buildings (+RON 2,500.1 th);
 - The Revenues from other taxes collected went up by RON 1,771.6 th (+10.6%), considering the increase of the Special taxes (+RON 1,141 th, +9.3%), Stamp duties for notary work and other stamp duties (+RON 597.7 th, +55.2%), Other taxes and duties on property (-RON 119.9 th, -10.9%).

Budgetary provisions

Achievement degree of the revenues at Q2 2021

'000 RON



The achievement degree, as compared to the final provisions of the period

The initial budget for 2021 was approved through LCD no. 111 dated 20.04.2021. The revenues collected by the end of June 2021 were by RON 74,357.6 th below the provisions, recording a performance degree of 67.7%.

- **The Operational revenues** were by RON 56,137 th below the level provisioned in the initial budget, reaching an execution degree of 72.8%. The structure of the budget execution is influenced in the analyzed interval by the following categories of revenues:
 - The Quotas deducted from the income tax, lower by RON 26,976.6 th (-29.3%).
 - The Sums deducted from VAT lower by RON 18,032 th (-58.7%), especially at the level of the Sums deducted from VAT for financing the expenditures of villages, communes, towns (-RON 12,395 th, -51.2%), the lack of the Sums deducted from VAT for balancing the local budget (provisioned in the initial budget in amount of RON 5,016 th), followed by the execution by RON 621 th below the provisions of the Amounts deducted from the VAT for financing the private and confessional education;
 - The Revenues from the tax on property, being by RON 5,793.6 th below the estimated level, with a dynamic generated by the sums collected from the legal entities (-RON 3,010.8 th) and population (-RON 2,782.7 th), respectively the significant influences from the Taxes and duties on buildings (-RON 4,785.2 th) and land (-RON 989.2 th).
 - Diverse revenues, group that recorded a performance degree of 81% out of the budgetary provisions (-RON 3,337.3 th), considering the Special taxes that were collected by RON 3,137.6 th (-19%) below the planned level.
 - From Fines, penalties and confiscations were recorded revenues by RON 721.6 th below the planned level, reflecting a performance degree of 82.8%;
- **The Investment revenues** were by RON 18,220.6 th below the planned level (with an execution degree of 23.6%), considering:
 - The Capital subsidies (recording RON 3,421.5 th), lower by RON 9,454.2 th as compared to the initial provisions, related to the sums for the Financing of the National Program of Local Development (-RON 6,125.7 th), followed by the lack of the subsidies for the Central Heating Program (provisioned in amount of RON 1,800 th) and the decreased by RON 1,487.5 th of the Subsidies received from the state budget to local budgets necessary for the development of projects financed from non-reimbursable external funds (NEF) post-accession, related to the 2014-2020 financial framework.
 - The Sums received from EU for the made payments (amounting to RON 1,669.8 th) but provisioned at RON 10,560.5 th, the evolution being generated, mainly, by the execution under the provisions by RON 7,539.1 th of the Amounts received for the payments made during the current year related to the European Regional Development Fund;
- **The Financial revenues** recorded at Q2 2021 the value of RON 11.2 th, although were not included in the initial budget, representing Sums from the local budget surplus used for financing the development expenditures.

Revenues ratios

at Q2 2021, as compared to Q2 2020

'000 RON



Ratios	Q2 2021	Q2 2020
Revenues from the tax on property	38,441.1	32,849.3
Revenues per Capita	194.9 RON	166.6 RON
The revenue weight in the total revenues	24.7%	18.6%
Own tax revenues	108,648.2	118,516.8
Revenues per Capita	550.9 RON	601.1 RON
The revenue weight in the total revenues	69.7%	67.0%
Total current revenues (autonomous)	150,256.0	166,857.5
Revenues per Capita	761.9 RON	846.3 RON
The revenue weight in the total revenues	96.4%	94.3%
Operational revenues	150,315.4	169,098.0
Revenues per Capita	762.2 RON	857.7 RON
The revenue weight in the total revenues	96.4%	95.6%
Investment revenues	5,616.57	5,654.2
Revenues per Capita	28.5 RON	28.7 RON
The revenue weight in the total revenues	3.60%	3.20%
Total revenues per Capita	790.7 RON	897.3 RON
Own revenues per Capita	700.4 RON	757.8 RON
The level of financing from the own revenues	88.6%	84.4%
The degree of self-financing	46.9%	38.7%
The degree of dependency of the local budget to the state budget	10.4%	15.0%
The degree of decisional autonomy	88.6%	84.9%
The degree of achievement of the revenues from the initial budget	67.7%	79.0%
The degree of achievement of the revenues from the final budget	n/a	79.0%
The degree of achievement of the own revenues from the initial budget	78.4%	94.5%
The degree of achievement of the own revenues from the final budget	n/a	91.1%
The degree of achievement of the property taxes from the initial budget	86.9%	89.1%
The degree of achievement of the property taxes from the final budget	n/a	70.2%
The annual estimate from the local tax revenues (maximum probability)	58,955.2	50,041.2
The annual estimate from the local tax revenues (rectified budget)	69,552.0	57,855.9
The degree of achievement of the annual revenues estimated from the local tax revenues	118.0%	115.6%
The collection degree from the initial budget of the revenues from:		
Quotas deducted from the income tax	70.7%	99.3%
Taxes on buildings from the population	85.5%	95.9%
Taxes on land from the population	87.9%	25.4%
Taxes on the means of conveyance from the population	89.7%	96.0%
Taxes on buildings from legal entities	81.4%	107.3%
Taxes on land from legal entities	77.2%	125.2%
Taxes on the means of conveyance from legal entities	120.1%	82.7%
Capita, as of:	197,222 01.01.2020	197,155 01.01.2019

- **Revenues from the tax on property** went up by RON 5,591.8 th (+17%), considering increased revenues from taxes on means of conveyance (+RON 2,779.9 th, +36.1%), on buildings (+RON 2,500.1 th, +11.8%) and on land (+RON 311.8 th, +7.9%).
- **Own tax revenues** decreased by RON 9,868.6 th (-8.3%) considering:
 - Decreasing Quotas deducted from income tax (-RON 15,941.1 th);
 - Increased Revenues from the tax on property;
 - Increased Stamp duties for notary work and other stamp duties (+RON 597.7 th, +55.2%) and Other taxes and duties (+RON 224.1 th, +16.5%);
- **Total current revenues (autonomous)** reached a level by RON 16,601.4 th (-9.9%) lower, as a result of:
 - Fiscal revenues decreased by RON 16,991.6 th (-12.3%), with influences from the Fiscal revenues and the Sums deducted from VAT (-RON 7,123 th, -36%);
 - Non-fiscal revenues, higher by RON 390.2 th (+1.4%), mainly as a result of the increased revenues from Revenues from concessions and rents (+RON 1,187.6 th, +23.1%), from Special taxes (+RON 1,141 th), corroborated with the decrease of the Voluntary transfers, other than subsidies (respectively for Other voluntary transfers, -RON 2,510.9 th).
- **The Operational revenues** collected in the first semester of 2021 were by RON 18,782.7 th (-11.1%) lower, the evolution being generated by a decreased level of the Current revenues (-16,601.4 th, -9.9%) and the Current subsidies (-RON 2,150.8 th, especially related to the Subsidies received from the state budget for the settlement of quarantine expenses).
- **The Investment revenues** were by RON 37.7 th lower (-0.7%), being related to the Capital subsidies (-RON 1,015.1 th), Sums received from the EU/other donors for the made payments and pre-financing, related to the 2014-2020 financial framework (+RON 1,323.5 th) and Sums received from the EU for the made payments (without revenues at Q2 2021, but in amount of RON 702.1 th at Q2 2020).

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Section III: Budgetary expenditures (functional classification)

- The situation of the expenditures performed at 30.06.2021
- The variation of the performed expenditures at Q2 2021 vs. Q2 2020
- Budgetary provisions: the achievement degree of the expenditures at Q2 2021

The situation of the expenditures performed at 30.06.2021

'000 RON



2021																2020															
Line	Expenditures		Planned 2021		% /TP	Planned at Q2		% /TP	Execution at Q2		% /TP	Planned 2020		% /TP	Planned at Q2		% /TP	Revision at Q2		% /TP	Execution at Q1		% /TP								
Functional classification			448,628.6			230,289.6			155,943.1			337,866.4			205,953.8			223,892.5			176,913.5										
1	Public authorities and external actions		51,776.7		11.1	28,843.0		11.4	23,393.6		17.1	51,122.1		14.7	31,546.7		11.8	32,504.2		11.2	22,685.8		14.5								
2	Transactions regarding the public debt (interest and fees)		7,416.0		1.6	3,869.0		1.5	3,443.1		2.5	9,053.8		2.6	5,199.8		1.9	5,199.8		1.8	3,944.7		2.5								
3	Education		62,139.9		13.3	34,052.7		13.5	16,360.3		11.9	27,174.3		7.8	22,444.3		8.4	23,225.2		8.0	16,595.8		10.6								
4	Health		26,363.2		5.6	10,151.0		4.0	4,419.5		3.2	18,543.4		5.3	14,893.7		5.6	20,456.7		7.0	6,267.5		4.0								
5	Culture, recreation and religion		39,140.8		8.4	25,383.5		10.0	10,924.2		8.0	37,980.6		10.9	26,884.6		10.0	27,284.6		9.4	12,897.4		8.3								
6	Insurance and social assistance		70,082.3		15.0	38,645.0		15.3	28,221.1		20.6	67,319.6		19.4	49,967.6		18.7	50,163.8		17.3	30,456.0		19.5								
7	Housing, public service and development		16,237.5		3.5	10,518.4		4.2	5,330.7		3.9	12,958.3		3.7	9,003.1		3.4	9,003.1		3.1	6,546.3		4.2								
8	Environment protection		83,632.6		17.9	57,388.2		22.7	26,853.3		19.6	67,106.2		19.3	58,729.2		21.9	58,529.2		20.1	25,619.5		16.4								
9	Fuel and power		33,139.6		7.1	17,861.8		7.1	7,193.3		5.2	12,641.4		3.6	10,641.4		4.0	15,294.2		5.3	8,059.1		5.2								
10	Transport		56,686.7		12.1	14,941.6		5.9	1,180.3		0.9	27,448.2		7.9	26,471.2		9.9	29,445.6		10.1	7,703.2		4.9								
11	Other expenditures		20,872.0		4.5	11,272.7		4.5	9,886.6		7.2	16,414.8		4.7	11,868.2		4.4	19,672.0		6.8	15,473.3		9.9								
12	Reserves, Surplus / Deficit		- 18,858.5			- 22,637.2			18,737.3			- 9,896.2			- 61,695.9			- 66,885.9			20,664.8										
Economic classification			448,628.6			230,289.6			155,943.1			337,866.4			205,953.8			223,892.5			176,913.5										
1	Staff costs, of which:		78,314.2		16.8	42,634.6		16.9	33,714.4		24.6	75,897.9		21.8	45,439.5		17.0	45,535.9		15.7	33,493.1		21.4								
	without those for Education and Insurance and social assistance		44,525.1		9.5	22,926.5		9.1	18,349.2		13.4	40,914.2		11.8	22,346.8		8.3	22,346.8		7.7	18,225.4		11.7								
2	Social assistance		22,702.6		4.9	11,946.6		4.7	10,601.7		7.7	19,650.0		5.7	16,547.0		6.2	16,613.3		5.7	12,075.3		7.7								
3	Subsidies		5,000.0		1.1	5,000.0		2.0	5,000.0		3.6	5,500.0		1.6	5,500.0		2.1	5,500.0		1.9	5,500.0		3.5								
4	Goods and services		109,891.9		23.5	63,589.5		25.1	44,230.0		32.2	91,264.9		26.2	76,247.3		28.5	82,501.7		28.4	49,075.4		31.4								
5	Capital expenditures		87,974.8		18.8	49,827.0		19.7	4,787.5		3.5	47,259.8		13.6	47,259.8		17.7	58,116.8		20.0	14,015.4		9.0								
6	Interest		6,845.0		1.5	3,319.0		1.3	3,279.3		2.4	8,744.6		2.5	4,918.6		1.8	4,918.6		1.7	3,858.5		2.5								
7	Loan reimbursements		27,317.0		5.8	13,829.3		5.5	13,631.1		9.9	25,975.0		7.5	14,452.6		5.4	14,452.6		5.0	11,844.7		7.6								
8	Current transfers		35,027.0		7.5	19,501.8		7.7	16,599.8		12.1	33,116.0		9.5	20,282.3		7.6	21,197.3		7.3	16,429.9		10.5								
9	Internal transfers		20,859.8		4.5	19,006.8		7.5	4,022.0		2.9	16,641.3		4.8	15,289.3		5.7	15,329.0		5.3	6,053.4		3.9								
10	Projects financed from non-reimbursable external funds		55,344.8		11.8	13,626.3		5.4	2,107.4		1.5	15,200.5		4.4	15,200.5		5.7	20,533.2		7.1	1,430.5		0.9								
11	Other expenditures		18,210.0		3.9	10,645.8		4.2	- 767.4		-0.6	8,512.7		2.4	6,512.9		2.4	6,079.9		2.1	2,472.4		1.6								
12	Reserves, Surplus / Deficit		- 18,858.5			- 22,637.2			18,737.3			- 9,896.2			- 61,695.9			- 66,885.9			20,664.8										
Total payments (TP) <i>(total expenditures performed without considering the periods' result)</i>			467,487.2			252,926.7			137,205.8			347,762.6			267,649.7			290,778.4			156,248.7										
Operational expenditures			277,202.5		59.3	159,543.1		63.1	113,212.6		82.5	243,006.1		69.9	178,269.6		66.6	185,207.0		63.7	123,628.6		79.1								
Investment expenditures			155,551.7		33.3	75,685.4		29.9	6,919.1		5.0	69,727.7		20.1	69,727.7		26.1	85,919.0		29.5	16,830.7		10.8								
Financial expenditures			34,733.0		7.4	17,698.3		7.0	17,074.2		12.4	35,028.8		10.1	19,652.4		7.3	19,652.4		6.8	15,789.4		10.1								
Total of the Operating Section			311,935.5		66.7	177,241.4		70.1	130,286.8		95.0	278,034.9		79.9	197,922.0		73.9	204,860.9		70.5	139,419.5		89.2								
Reserves, surplus/deficit for the operating section			-			- 7,992.6			18,456.0			-			- 51,799.6			- 56,989.6			20,311.5										
Total of the Development Section			155,551.7		33.3	75,685.4		29.9	6,919.1		5.0	69,727.7		20.1	69,727.7		26.1	85,917.5		29.5	16,829.1		10.8								
Reserves, surplus/deficit for the development section			- 18,858.6			- 14,644.6			281.3			- 9,896.2			- 9,896.2			- 9,896.2			353.3										

The budget was not rectified until the end of the first semester of 2021;

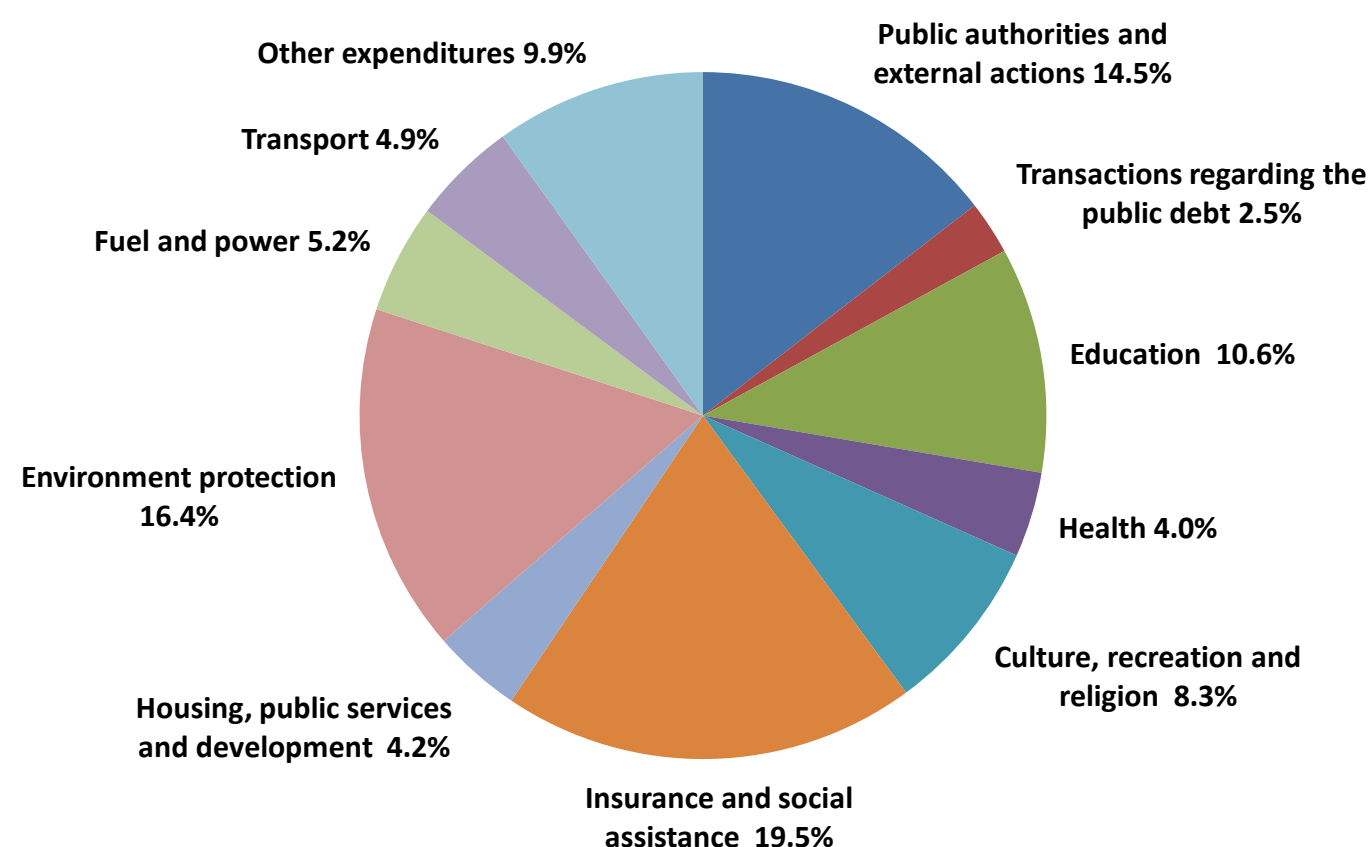
The variation of the performed expenditures at Q2 2021 vs. Q2 2020

Functional classification

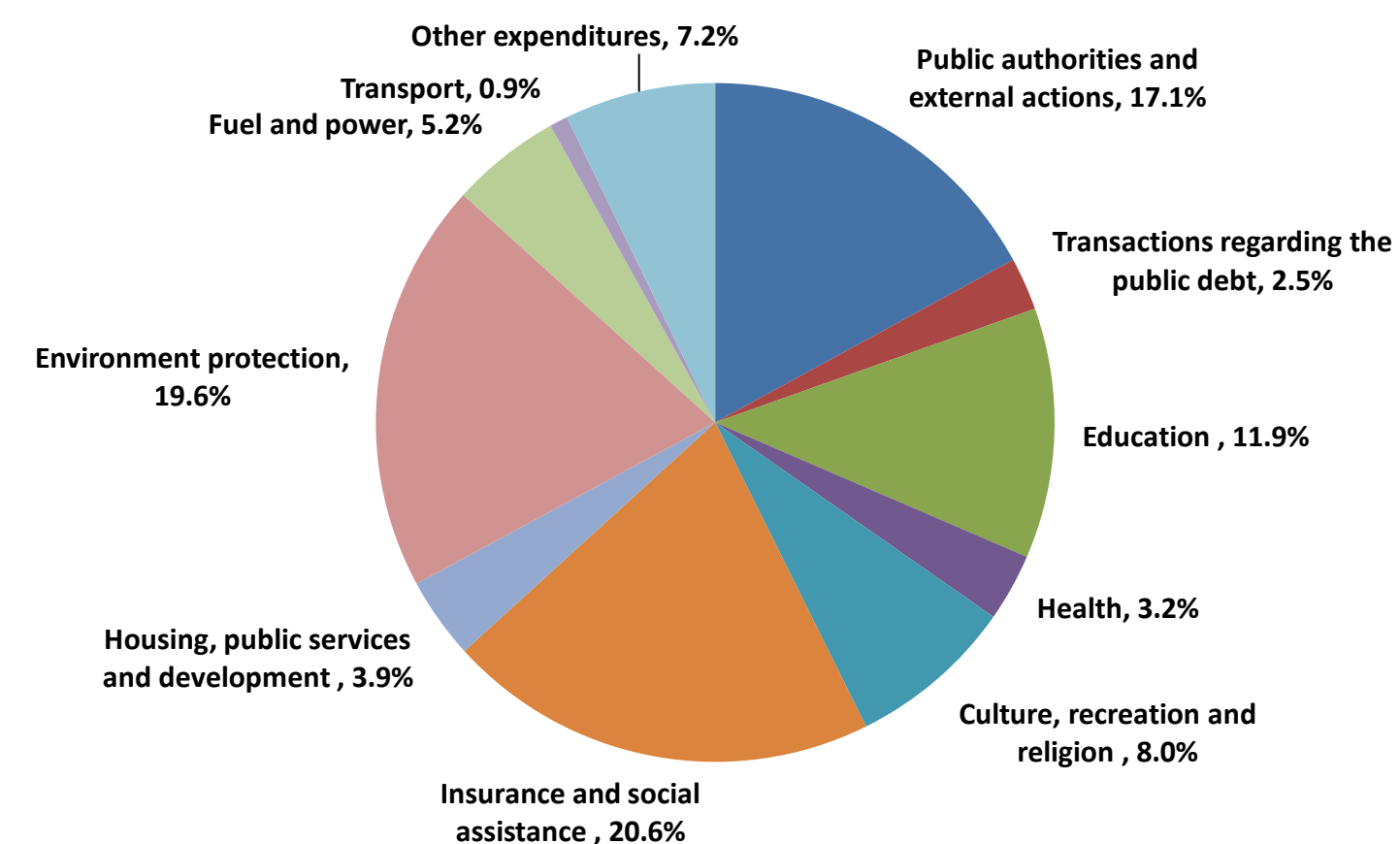
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The structure of the payments performed at Q2 2020



The structure of the payments performed at Q2 2021



- The level of the payments made recorded a downward trend by RON 19,042.8 th (-12.2%) below the performed expenditures from Q2 2020.
- Within the **Transport** chapter was recorded the most significant decrease of the payments from the first semester of the current year (-RON 6,522.9 th, -84.7%) as compared to Q2 2020, lower payments being reflected for the Streets paragraph by RON 6,151.5 th and by RON 371.4 th for Other expenditures for transport.
- The group of chapters which are part of **Other expenditures** faced a decrease by RON 5,586.8 th as compared to the similar period of the prior year (-36.1%), generated by the payments made for: Civil protection and fire protection (nonmilitary civil protection) (-RON 4,257.4 th), Other general public services (-RON 903.1 th);
- Within the **Insurance and social assistance** chapter the payments made were by RON 2,235 th (-7.3%) lower, the influences being reflected by the payments made for Other expenditures in the social assistance field (-RON 1,645.7 th, -28.8%) and for Social support (-RON 990.3 th, -32%).
- Within the **Culture, recreation and religion** chapter were performed payments lower by RON 1,973.2 th (-15.3%). The downward trend of the expenses was generated by payments made for Maintenance of public gardens, parks, green areas, sports and leisure centers (-RON 2,330.8 th, -37.6%) and for the subchapter Other services in the field of culture, recreation and religion for which no payments were recorded, but reached RON 371 th at Q2 2020, counterbalanced by the increase of payments made for the paragraph Sport by RON 1,059.6 th (+37.2%).
- Within the **Health** chapter were performed expenses amounting to RON 4,419.5 th, their value being by RON 1,848.1 th below the recorded level in Q2 2020 (-29.5%), the decrease of the payments being reflected for the General hospitals paragraph.
- The **Housing, services and public development** chapter reflected a decrease by RON 1,215.6 th, considering that in the first semester of the current year were recorded lower payments for Other services for housing, public services and rural development (-RON 820.4 th), Public lighting and rural electrification (-RON 215.7 th, -6.7%) and Other expenditures in the housing system (-RON 179.4 th, -22.4%).
- For the **Fuel and power** chapter the payments made at Q2 2021 were by RON 865.8 th (-10.7%) below the level performed in the first semester of the prior year. Decreases of payments are marked at the level of the subchapter Other expenditures for fuel and power (-RON 1,350 th) and increasing payments for Heating energy (+RON 484.2 th).
- Within the **Environment protection** chapter, the payments made went up by RON 1,233.8 th (+4.8%), as a result of higher expenditures by RON 3,079.3 th (+23.7%) performed for Collection, treatment and destruction of waste and lower payments by RON 1,845.6 th for Canalization and treatment of wastewater (-29.3%).
- The expenses incurred within the **Public authorities and external actions** chapter faced an increase by RON 707.9 th (+3.1%) as compared to the value recorded in the similar period of the previous year.



Budgetary provisions

Functional classification

'000 RON

The achievement degree, as compared to the final provisions of the period

The payments made in the first semester amounted to RON 137,205.8 th, respectively by RON 115,720.9 th below the initial budgetary provisions (performance degree 54.2%). Considering the approval of the initial budget in April 2021, the institution made monthly expenditures without exceeding the limit of 1/12 of the previous year's budget, except for the duly justified special cases (based on the provisions of Law no. 273/2006).

- The payments made within the **Environment protection** chapter reflected an execution degree of 46.8% (-RON 30,534.9 th) out of the initial provisions. Thus, it is highlighted the execution under the provisions within the Canalization and treatment of wastewater subchapter (-RON 19,403.8 th) and Sanitation and waste management (-RON 11,131.9 th).
- **Education**, chapter that recorded an achievement degree of 48% (-RON 17,692.4 th), as a result of lower payments made for: Secondary education (-RON 13,545.8 th, -54.6%) and Pre-school and elementary education (-RON 2,775.5 th, -35.7%).
- **Culture, recreation and religion**, chapter that marked an execution degree of 43% as compared to the initial provision, with lower payments by RON 14,459.43 th. Thus, for Maintenance of public gardens, parks, green areas, sports and leisure centers were performed expenses representing 27.2% form the initial estimations (-RON 10,331.4 th), for Sport the performance was by RON 2,320.2 th below the ceiling and for Public institutions for shows and concerts the payments were lower by RON 1,096.2 th (-27.1%).
- Within the **Transport** chapter were made payments that represented 7.9% out of the initial provisions (-RON 13,761.2 th). For the Streets paragraph the expenses were by RON 13,085.8 th below the ceiling (-94.4%), while for Other expenditures for transport the payments were by RON 975.4 th below the allotments (-62.9%).
- Within the **Fuel and power** chapter the payments made at Q2 2021 reflected an achievement degree of 40.3% out of the initial allocations (-RON 10,668.5 th). The dynamics was recorded at the level of the payments made for Heating energy, below the ceiling by RON 4,331.6 th (-38.3%) and for Other expenditures for fuel and power (-RON 6,336.9 th).
- **Insurance and social assistance**, chapter that recorded payments under the ceiling by RON 10,423.9 th and an execution degree of 73%. For Other expenditures in the social assistance field were performed payments by RON 5,462 th below the provisions (-54.8%), for Nurseries by RON 2,170 th (-44.7%) and for Social assistance for the disabled the execution was by RON 1,658.4 th below the provisions (performance degree of 90.5%).
- **Health**, payments under the ceiling by RON 5,731.5 th, performance degree of 43.5%. For General hospitals were made lower expenses by RON 4,791.4 th, while for Other sanitary establishments and actions were not executed any payments, although included in the initial budget at RON 940.1 th.
- For the **Public authorities and external actions** chapter were executed payments that represented 81.1% out of the initial provisions (-RON 5,449.4 th).
- **Housing, services and public development**, chapter that reflected an achievement degree of 50.7% out of the provisions (-RON 5,187.7 th). Payments under the ceiling were recorded for Public lighting and rural electrification (-RON 3,393.8 th) and Other services for housing, public services and rural development (-RON 1,337.5 th).
- The group of chapters that are part of **Other expenditures** reflected a performance degree of 87.7%, the payments made being by RON 1,386.1 th below the initial ceiling. For Community public services for persons evidence the expenses were by 41.5% below the provisions (-RON 907.5 th), for Local police were lower payments by 8% (-RON 523.8 th) and for Other general public services the expenditures were by 35.8% below the allotments (-RON 393.9 th).

Table of contents Part III



Section III: Budgetary expenditures (economic classification)

- The variation of the performed expenditures at Q2 2021 vs. Q2 2020
- Budgetary provisions: the achievement degree of the expenditures at Q2 2021
- Expenditures ratios

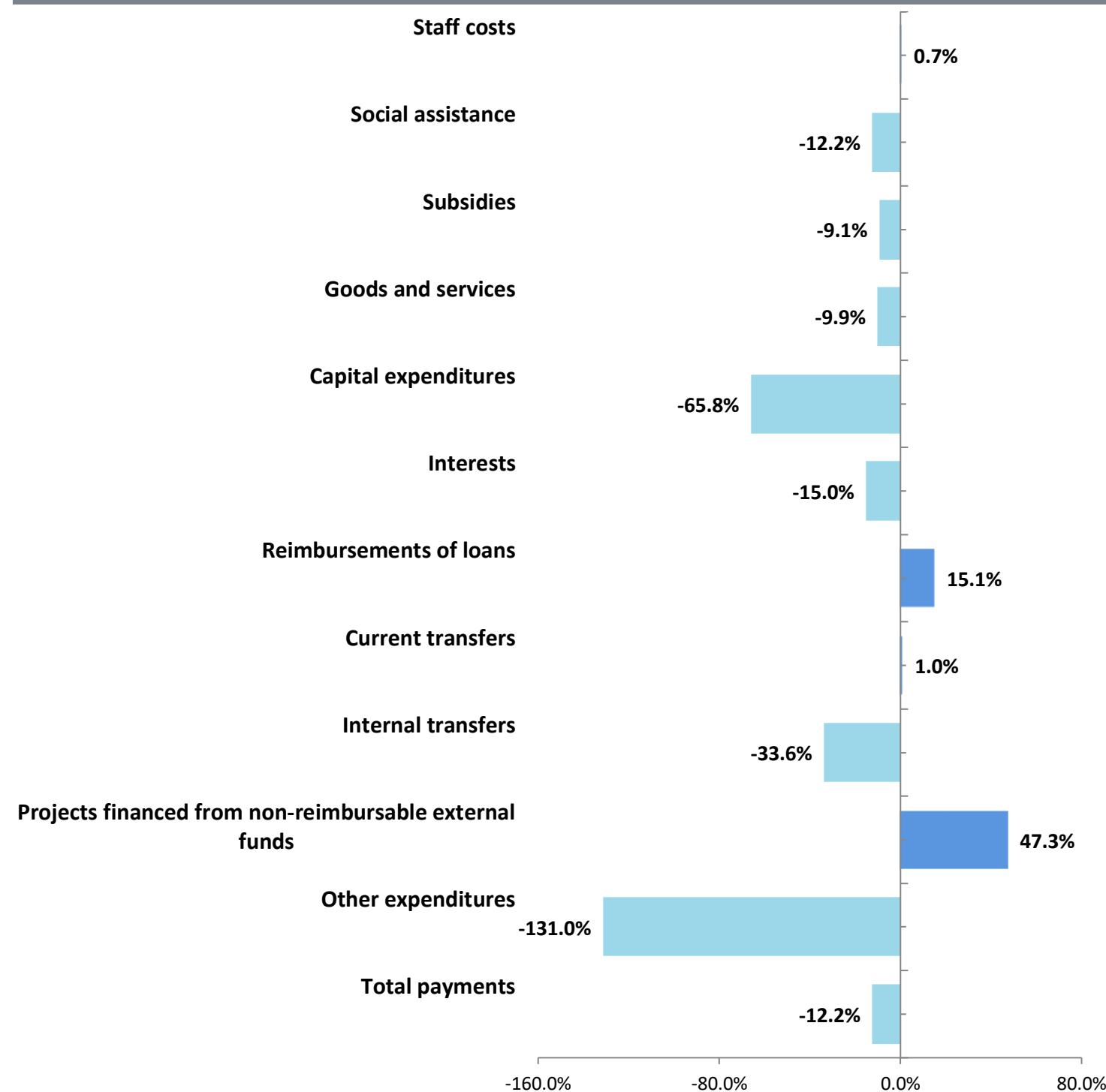
The variation of the performed expenditures at Q2 2021 vs. Q2 2020

Economic classification

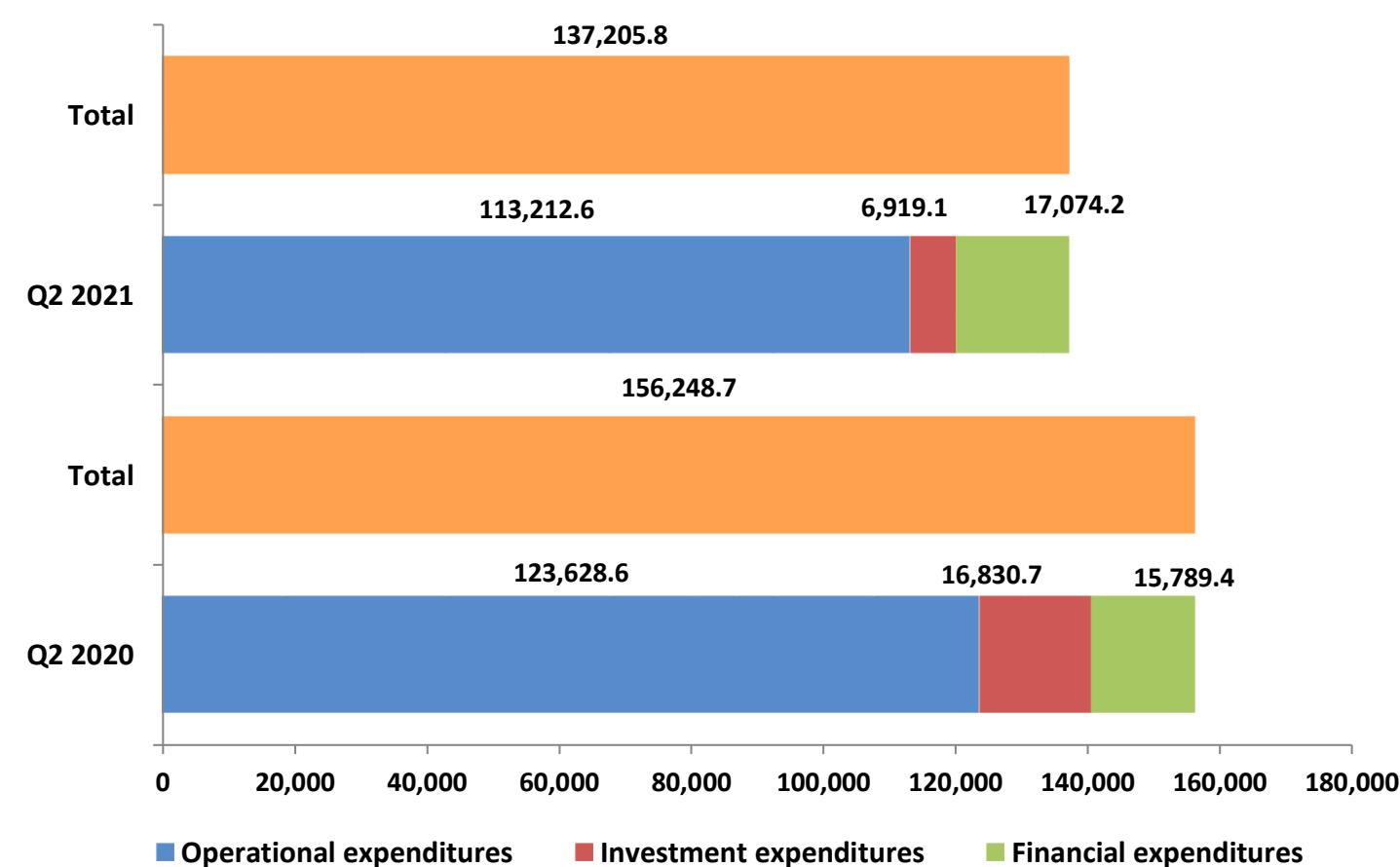
'000 RON



Economic expenditures variation



Structure of expenditures



- **The Operational expenditures** recorded a level by RON 10,416 th (-8.4%) below the one registered in the similar period of the prior year, considering:
 - Lower level of the **Goods and services payments** (without considering the expenses related to Commissions and other costs for debts) by RON 4,923 th (-9.9%). The evolution is highlighted at the level of the expenses performed for Current repairs (-RON 4,878.2 th, -80.4%), Other expenditures with goods and services (-RON 3,311.5 th, -43.9%), Other registered materials (-RON 1,303 th, -82.8%), Other materials and services for maintenance and functioning (+RON 4,090.1 th, +34.7%) and Contributions of local public administrations to the achievement of some public local services, based on partnership and association agreements (+RON 1,066.8 th, +34.1%);
 - **Other current internal transfers** that decreased by amount by RON 2,316.8 th (-51.5%) as compared to the execution of the first half of 2020.
 - Within the **Other expenditures** group, it can be noticed the lack of the payments made for Scholarships (which amounted to RON 1,439.6 th in the first semester of the prior year).
 - Decreasing payments made for **Social assistance** by RON 1,473.6 th (-12.2%) mainly considering that were recorded lower payments for Gift tickets granted for social expenditures (-RON 782 th) and for Social support in cash (-RON 683.3 th).
- **The Investment expenditures** went down by RON 9,911.6 th (-58.9%) as compared to the executed amounts of the similar period of the prior year. Thus, these payments are represented by:
 - **Capital expenditures** (-RON 9,227.9 th, -65.8%), with exclusively influences by the payments made for Constructions (-RON 6,076.4 th, -56.6%) and Other fixed assets, including capital repairs (-RON 3,157.7 th, -96.2%).
 - **Capital transfers** amounting to RON 146 th at Q2 2021, decreasing by RON 661.3 th as compared to the payments made at Q2 2020, entirely for Transfers for financing the investments on hospitals.
 - **Projects financed from non-reimbursable external funds** (+RON 677 th, +47.3%), with influences from the payments related to the 2014-2020 financial framework (+RON 1,910.7 th) and Projects financing from non-refundable external funds (NEF) post adhesion (-RON 1,233.8 th).
- **Financial expenditures** went up by RON 1,284.8 th (+8.1%) as compared to the level recorded at Q2 2020, mainly as a result of higher payments for **Reimbursement of loans** (+RON 1,786.4 th, +15.1%), counterbalanced by the decrease of the payments for **Interest** by RON 579.2 th (-15%).

Budgetary provisions

Economic classification

'000 RON



The achievement degree, as compared to the final provisions of the period

- **The Operational expenditures** recorded a level by RON 46,330.5 th below the initial provisions, with an execution degree of 71%. Lower expenditures are reflected for the following titles:
 - **Goods and services** (without considering the expenses related to Commissions and other costs for debts), the payments being by RON 19,745.8 th below the estimated level. The dynamics was reflected mainly at the level of the payments made for Other materials and services for maintenance and functioning (-RON 5,504.4 th, -25.8%), Heating, lighting and driving force (-RON 3,555.5 th, -19.3%), Water, sewerage and sanitation (-RON 2,977.7 th, -71.2%), Current repairs (-RON 2,955.2 th, -71.3%).
 - **Staff costs**, which recorded payments by RON 8,920.3 th (performance degree of 79.1%) below the allotments, the dynamics being generated by the Base salaries (-RON 7,595.4 th, -20.7%), Contributions (-RON 278.6 th, -27.6%), Other remuneration rights paid in cash (-RON 255.9 th, -22.7%);
 - **Social assistance**, the expenditures incurred were by RON 1,344.9 th (execution degree of 88.7%) below the ceiling, due to Social support in cash performed under the provisions (-RON 1,118.9 th, -11.3%) and the Gift tickets granted for social expenditures included in the initial budget at RON 2,300.6 th but the performed payments represented 91.4% out of the provisions.
 - **Other internal current transfers** were performed in ratio of 30.5% out of the total provisions, respectively by RON 4,981.7 th below the initial estimations.
 - **Transfers to public institutions** recorded the value of RON 12,830.3 th, but were estimated through the initial budget at RON 14,618.8 th.
- **The investment expenditures** registered a level of the payments by RON 68,766.3 th below the provisions (performance degree of 9.1%) distributed as follows:
 - **Capital expenditures** being by RON 45,039.6 th (-90.4%) below the estimated level, the main variation deriving from the payments made for Constructions (-RON 25,857.1 th, -84.7%), Other fixed assets, including capital repairs (-RON 13,619.4 th) and the lack of payments executed for Machines, equipment and means of conveyance, included in the initial budget at RON 5,479.2 th.
 - **Projects financed from non-reimbursable external funds** reflected expenditures by RON 11,518.8 th (performance degree of 15.5%) below the provisions, the influences being related to the 2014-2020 financial framework, respectively the Programs from the European Social Fund (-RON 2,534.1 th, -60%), Programs from the European Regional Development Fund (-RON 8,891.8 th, -96%).
 - **Investments of the economic agents** with state capital were by RON 9,737.1 th below the provisions (achievement degree of 30.5%).
 - **Capital transfers** marked an execution degree of 7.8% out of the total initial provisions (-RON 1,718.1 th), mainly at the level of the Transfers for financing the investments on hospitals.
- **The financial expenditures** were by RON 624.1 th below the provisions (performance degree of 96.5%), due to the payments made for **Commissions and other costs for debts** (-RON 386.3 th, -70.2%), **Reimbursement of loans** (-RON 198.2 th) and **Interests** (-RON 39.7 th).

Expenditures ratios

at Q2 2021, as compared to Q2 2020

'000 RON



Ratios	Q2 2021	Q2 2020
Total staff costs	33,714.4	33,493.1
Expenditures per Capita	170.9 RON	169.9 RON
The expenditure weight in the operational expenditures	29.8%	27.1%
Staff costs for insurance and social assistance	15,365.2	15,267.8
Expenditures per Capita	77.9 RON	77.4 RON
The expenditure weight in the operational expenditures	13.6%	12.3%
Current compulsory expenditures	49,316.1	51,068.4
Expenditures per Capita	250.1 RON	259.0 RON
The expenditure weight in the operational expenditures	43.6%	41.3%
Operational expenditures	113,212.6	123,628.6
Expenditures per Capita	574.0 RON	627.1 RON
The expenditure weight in the total expenditures	82.5%	79.1%
Expenditures on debt service financing	17,074.2	15,789.4
Expenditures per Capita	86.6 RON	80.1 RON
The expenditure weight in the total expenditures	12.4%	10.1%
Total investment expenditures	6,919.1	16,830.7
Expenditures per Capita	35.1 RON	85.4 RON
The expenditure weight in the total expenditures	5.0%	10.8%
The expenditures' rigidity	24.6%	21.4%
The weight of the payments from the operating section in the total payments	95.0%	89.2%
The weight of the payments from the development section in the total payments	5.0%	10.8%
The deficit/surplus of the operating section	18,456.0	20,311.5
The deficit/surplus of the development section	281.3	353.3
The weight of the local public debt service in the total made payments	12.4%	10.1%
Maximum annual debt	69,798.0	64,683.2
Net direct debt	36,068.8	31,139.1
Direct indebtedness level	14.5%	16.7%
Net public debt	27,285.9	23,349.6
Public indebtedness level	18.3%	20.6%
The total expenditures achievement degree from the initial budget	54.2%	58.4%
The achievement degree from the initial budget of the:		
Operational expenditures	71.0%	69.3%
Staff costs	79.1%	73.7%
Current compulsory expenditures	82.8%	75.7%
Expenditures on debt service financing	96.5%	80.3%
Investment expenditures	9.1%	24.1%
The funds absorption level of the total expenditures	88.0%	88.3%
Investment expenditures / Operational revenues	3.2%	8.3%

Capita,
as of: 197,222 197,155
01.01.2020 01.01.2019

- **The Total staff costs** performed at Q2 2021 recorded an increase by RON 221.2 th (+0.7%) as compared to the similar period of the prior year, the dynamics being generated by the increase of the Other remuneration rights paid in cash (+RON 331.8 th, +61.7%) and the decrease by RON 94.7 th (-0.3%) of the Base salaries.
- **Current compulsory expenditures** decreased by RON 1,752.3 th (-3.4%) as compared to the level attained at Q2 2020, due to:
 - Lower payments made for Social assistance (-RON 1,473.6 th, -12.2%);
 - Diminished Subsidies for covering the differences on prices and tariffs (-RON 500 th, -9.1%);
 - Increased Staff costs;
- **The Operational expenditures** made faced a decrease by RON 10,416 th (-8.4%) below the performed expenses in S1 2020, due to:
 - Decreased payments made for Goods and services (without Commissions and other costs for debts) by RON 4,923 th (-9.9%);
 - Lower Social assistance expenditures and for Other expenditures by RON 1,728.8 th;
 - Increased Staff costs;
- **Expenditures on debt service financing** were by RON 1,284.8 th (+8.1%) above the similar period of the prior year, considering decreasing payments for Interests (-RON 579.2 th) and increasing Reimbursement of loans related expenses (+RON 1,786.4 th).
- **Total investment expenditures** performed within the first semester of the current year were lower by RON 9,911.6 th (-58.9%) and were represented mainly by the Capital expenditures (-RON 9,227.9 th, -65.8%) and Capital transfers (-RON 661.3 th, -81.9%), Projects financing from non-refundable external funds (NEF) post adhesion (-RON 1,233.8 th, -96.3%) and Projects financing from non-refundable external funds, related to the 2014 - 2020 financial framework (+RON 1,910.7 th).

Table of contents Part IV



Section IV

- Balance Sheet
- Local Public Debt Service

Balance Sheet

at 30.06.2021

'000 RON



Balance Sheet	30.06.2020	31.12.2020	30.06.2021
Current assets	307,378.7	369,574.3	317,914.9
Cash and cash equivalent	46,494.6	41,268.1	59,140.9
Inventories	50,332.5	49,824.3	48,788.0
Receivables	210,535.8	278,460.3	209,964.6
Short term investments	-	-	-
Other current assets	15.9	21.6	21.5
Fixed assets	3,404,554.2	3,432,578.1	3,462,230.6
Intangible assets	1,815.8	1,332.0	1,161.9
Tangible assets	3,331,300.3	3,362,684.0	3,382,285.1
Other fixed assets	71,438.1	68,562.1	78,783.6
Total assets	3,711,933.0	3,802,152.4	3,780,145.5
Current liabilities	40,952.6	140,708.0	46,626.5
Debts to banks	2,527.8	-	940.3
Accounts payable	9,228.1	111,607.4	16,151.4
Short term provisions	554.5	554.5	403.6
Other short term debts	28,642.3	28,546.1	29,131.2
Long term debts	182,040.6	179,658.5	166,027.4
Long term loans	181,751.7	179,432.8	165,801.6
Other long term debts	288.8	225.8	225.8
Provisions	-	-	-
Equity and reserves	3,488,939.8	3,481,785.9	3,567,491.7
Total liabilities	3,711,933.0	3,802,152.4	3,780,145.5
Current liquidity ratio (Current assets / Current liabilities)	7.5	2.6	6.8
Indebtedness level (Borrowed capital / Total liabilities)	4.9	4.7	4.4

- Total assets decreased by RON 22,066.8 th (-0.6%) as compared to the level recorded at the end of year 2020, due to lower value of the Current assets (-RON 51,659.3 th, -14%), while the Fixed assets faced an increase (+RON 29,652.5 th).
- The decrease of the Current assets was generated by a lower level of the Receivables (-RON 68,495.7 th, -24.6%). By difference, the value of the Cash and cash equivalent increased by RON 17,872.8 th (+43.3%).
- The increase of the Fixed assets was generated, mainly by a higher volume of the Tangible assets (+RON 19,601.1 th).
- The outstanding of the Current liabilities decreased by RON 94,081.5 th (-66.9%), due to the level of Accounts payable (-RON 95,455.9 th, -85.5%) corroborated with an outstanding for Bank debts amounting to RON 940.3 th.
- The Equity value increased by RON 85,705.8 th (+2.5%).
- The Long term debts faced a decreasing trend by the end of the reporting period (-RON 13,631.1 th, -7.6%), exclusively by decreasing outstanding of Long term loans.
- The Current ratio reached 6.8 by the end of the first six months of 2021, as compared to 2.6 the value reached at YE2020, due to a decrease of the Short term debts (-7.6%), by difference with the decrease of the Current assets (-14%).

Local Public Debt Service

at 30.06.2021

'000 RON



Debt and liquidity	30.06.2021	Payout	30.06.2021
New credit withdrawals in the period	-	Payout 2Y - 2 years	89,225.0
Direct debt service	17,071.1	Payout 5Y - 5 years	211,298.6
Direct indebtedness rate	7.3%	Payout 10Y - 10 years	275,863.1
Public debt service	21,442.1	Payout 15Y - 15 years	287,550.8
Public indebtedness rate	9.2%		
Public Debt Service as % of Operational Revenues	14.3%	Total revenues per capita	790.7 RON
Public Debt Service as % of Operational Expenditures	18.9%	Own revenues per capita	700.4 RON
Long term debt % Own Funds	4.6%	Public Debt Service per capita	108.7 RON
Long term debt / Own Revenues (1.x)	1.2	Long-term loans per capita	840.7 RON

	2020 ¹⁾	2021 ²⁾	2022 ³⁾	2023 ³⁾	2024 ³⁾
Total revenues	364,948.5	368,597.9	372,283.9	376,006.8	379,766.8
Own revenues ⁴⁾	266,405.5	269,069.5	271,760.2	274,477.8	277,222.6
Indebtedness capacity	64,683.2	69,798.0	77,354.9	80,723.5	81,530.8
Public debt service ⁵⁾	40,770.8	42,512.0	45,533.1	44,960.0	40,751.1

1) Revenues collected as of 31.12.2020

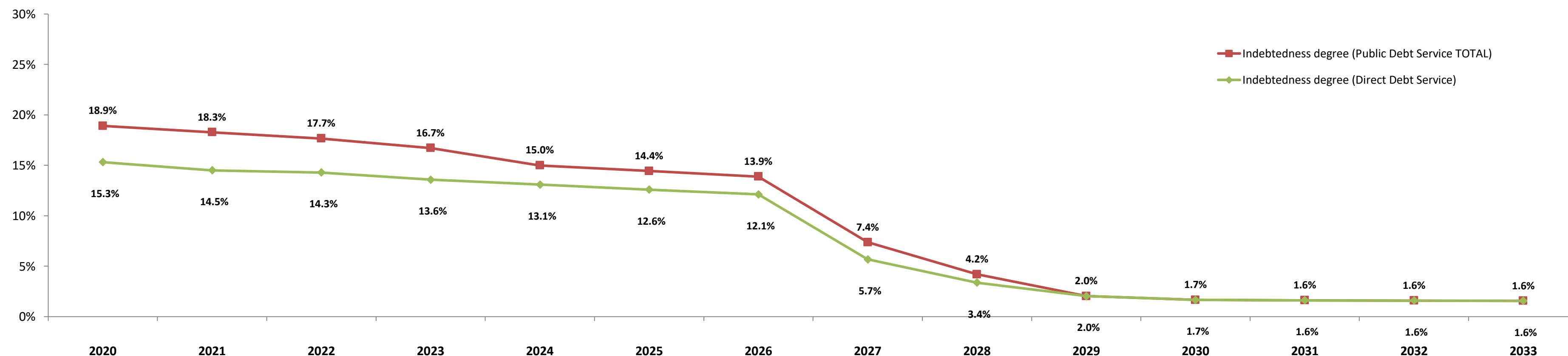
2) Revenues planned in the budget for 2021

3) Forecasts, revenues growth rate of 1% computed annually

4) As per maximum indebtedness level formula, namely: Own revenues - (Other voluntary transfers + revenues from the sale of goods from the private domain + cash in of loan reimbursements)

5) TUD estimated values for the period of 2021 - 2024, based on the ongoing credit contracts provisions, money market conditions and legal regulations as of 30.06.2021

Indebtedness level forecasted for the period of 2020 - 2033



- The indebtedness level was forecasted considering the provisions of the ongoing credit contracts, the money market conditions as of 30.06.2021, the estimated withdraws from the signed financing contracts and the growth rate of own revenues of 1%;
- According to the UGO nr. 46 on 05/23/2007, to complete art. 63 of the Law no. 273/2006 regarding the local public finances, "the loans contracted and/or guaranteed by the territorial-administrative units for providing the pre-financing and/or co-financing of the projects that benefit of the external non-reimbursable funds of pre and post-accession, from the European Union, are excepted from the paragraph (4) provisions" - respectively the framing in the maximum indebtedness limit;
- The maximum indebtedness limit represents 30% of the arithmetic mean of the own revenues for the last three years prior to current period.

Glossary of terms



The operating section	The basic compulsory local budget section, which includes revenues needed to finance current spending in order to achieve competencies established by law, and the related running costs;
The development section	The complementary section of the local budget, including income and capital expenditures related to implementation of the local development policies;
Own revenues*	The average of the Own revenues collected in the last 3 years (Own revenues as stipulated in the art. 5, indent (1) a) Law no. 273/2006 regarding the local public finance, including subsequent amendments and additions, out of which are subtracted the Revenues from goods capitalization stipulated in the art. 29 part of the mentioned law);
Operational revenues	The difference between Total revenues, Investment revenues and Financial Revenues OR The Sum of Current Revenues (00.02) and Current Subsidies (00.20);
Operational Expenditures	Sum of Staff Cost (10), Goods and services (20), excluding Commissions and other costs related to debts (20.24), Subsidies (40), Reserve funds (50), Transfers (51+55, without investments), Social Assistance (57), Other Expenditures (59), Previous years payments recovered during the current year (85.01) OR; The difference between Total Expenditures, Investment Expenditures and Financial Expenditures, excluding Surplus / Deficit;
Investment revenues	Sum between Capital revenues (00.15), Capital Subsidies received from the State Budget (00.19), Sums received from the EU for the payments performed 2007 - 2013 (45.02) and 2014 - 2020 (48.02), Tax for the thermal rehabilitation (36.02.23), Contribution of the Owners' Association for the thermal rehabilitation works (36.02.31) and Sums related to the budgetary financing of the previous years, from the development section (36.02.32.02);
Investment expenditures	Sum of the Capital expenditures (70), of the Projects financed from post-accession non-reimbursable external funds 2007 - 2013 (56), of the Projects financed from post-accession non-
Total payments made	Total expenditures incurred without considering the result of the period;
Taxes supporting the debt	City taxes collected as follows: 01.02.01+03.02.18+04.02.01+05.02.50+06.02.02+07.02+12.02+15.02+16.02+18.02+33.02.24+34.02+35.02;
Financial Expenditures	The sum between the Interests (30), Reimbursement of loans (81) and Commissions and other costs related to loans; In accordance to the Ministry of Finance order no. 231646/06.09.2009 previous years payments returned during the current year are reported negatively for 85.01 and are not used for payments;
Returned funds from previous years	These are invalidated by increasing the budgetary loans for each economic expenditure; The ratios are presented on the budgetary execution, stipulated in the Emergency Ordinance no. 63 dated 30.06.2010, whose method of calculation is covered in the Methodology of 11/03/2010;
Revenues and expenditures ratios	Collected revenues % of the initial/revised budgetary provisions;
The revenues/expenditures achievement degree from the initial/revised budget	Incurred expenditures % of the initial/revised budgetary provisions;
The level of financing from the own	Own revenues % in Total revenues;
The degree of self-financing	(Own revenues-Quotas deducted from the income tax (04.02.01)) % Total collected revenues;
The degree of dependency of the local budget to the state budget	The total amounts received from the State Budget (Sums allocated from the quotas deducted from income tax to balance the local budgets 04.02.04 + Sums deducted from VAT 11.02 + Subsidies received from the State Budget 00.18) % in Total revenues;
The degree of decisional autonomy	(Own revenues + Sums deducted from VAT for balancing the local budget 11.02.06) % in Total revenues;
The expenditures' rigidity	Staff costs % in Total incurred expenditures;
Maximum annual debt	The maximum legal amount allowed for municipal indebtedness, equal to 30% of the average of the own revenues executed in the last 3 years. Represents the maximum of Public Debt Service, according to Government Decision 145/2008;
Net direct debt	Total of amounts representing interests, provisions and installments, according to contracted to be paid by the end of The year, by the municipality;
Net public debt	Total of amounts representing interests, provisions and installments, according to contracted and guaranteed to be paid by the end of The year, by the municipality;
Direct/Public indebtedness level	Direct/Public Debt Service as % of Own revenues*;
Net Direct/ Public indebtedness level	Net public/direct debt as % of Own revenues*;
Direct debt service	Total amounts to be paid by the city hall as capital repayments, interests and fees for ongoing credit contracts;
Public debt service	Current debt service+amounts related to the granted guarantees (interests, commissions and principal);
Payout n Y - n years	Public debt service for the next "n" years, according to the contractual conditions for the credit facilities and the evolution of ROBID, ROBOR, EURIBOR at 30.06.2021;
Current financial debt	Total drawdowns related to the credit facilities for the analysed period;
Per Capita	For a person that is resident of the municipality; Resident inhabitants as of 1 st of January 2020/1 st of January 2019;

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TUD's work on this report could not have been completed without the cooperation of the City Hall employees.

The financial documents which were used in preparing this report are: execution accounts for 30.06.2021 and for 30.06.2020, Initial budget for 2021 approved by LCD No. 111 from 20.04.2021, Initial budget for 2020 approved by LCD no. 20 from 20.02.2020, final provisions for 2020 approved by LCD no. 106 from 24.06.2020, including the related investment lists. The budget was not rectified until the end of the first semester of 2021;

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